

SOUTHERN UNIVERSITY SYSTEM

**SINGLE AUDIT
FOR THE YEAR ENDED
JUNE 30, 2005**

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the entity and other appropriate public officials. The report is available for public inspection at the Baton Rouge office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Release Date 7/12/06

**SOUTHERN UNIVERSITY SYSTEM
TABLE OF CONTENTS**

	<u>PAGE</u>
INDEPENDENT AUDITORS' REPORT ON THE SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS	1
SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS FOR THE YEAR ENDED JUNE 30, 2005:	
BOARD AND SYSTEM ADMINISTRATION	3
BATON ROUGE CAMPUS	4
NEW ORLEANS CAMPUS	14
SHREVEPORT-BOSSIER CITY CAMPUS	18
NOTES TO THE SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS	22
SUPPLEMENTARY DATA:	
SCHEDULES OF DISCLOSURES FOR FEDERALLY ASSISTED LOANS FOR THE YEAR ENDED JUNE 30, 2005:	
<u>Schedule</u> <u>Campus</u>	
I Board and System Administration	34
II Baton Rouge	35
III New Orleans	36
IV Shreveport-Bossier City	37
SCHEDULES OF FIXED-PRICE CONTRACTS FOR THE YEAR ENDED JUNE 30, 2005:	
<u>Schedule</u> <u>Campus</u>	
V Board and System Administration	38
VI Baton Rouge	39
VII New Orleans	40
VIII Shreveport-Bossier City	41

**SOUTHERN UNIVERSITY SYSTEM
TABLE OF CONTENTS, CONTINUED**

PAGE

**SCHEDULES OF NON-FEDERAL EXPENDITURES
FOR THE YEAR ENDED JUNE 30, 2005:**

<u>Schedule</u>	<u>Campus</u>	
IX	Board and System Administration	42
X	Baton Rouge	43
XI	New Orleans	44
XII	Shreveport-Bossier City	45

**SCHEDULES OF SECONDARY SUBRECIPIENTS OF
MAJOR FEDERAL PROGRAMS FOR THE YEAR
ENDED JUNE 30, 2005:**

<u>Schedule</u>	<u>Campus</u>	
XIII	Board and System Administration	46
XIV	Baton Rouge	47
XV	New Orleans	48
XVI	Shreveport-Bossier City	49

**SCHEDULES OF STATE AGENCY/UNIVERSITY SUBRECIPIENTS OF FEDERAL
PROGRAMS FOR THE YEAR ENDED JUNE 30, 2005:**

<u>Schedule</u>	<u>Campus</u>	
XVII	Board and System Administration	50
XVIII	Baton Rouge	51
XIX	New Orleans	52
XX	Shreveport-Bossier City	53

**SCHEDULES OF INTERAGENCY EXPENDITURES OF FEDERAL AWARDS FOR
THE YEAR ENDED JUNE 30, 2005:**

<u>Schedule</u>	<u>Campus</u>	
XXI	Board and System Administration	54
XXII	Baton Rouge	55
XXIII	New Orleans	56
XXIV	Shreveport-Bossier City	57

**SOUTHERN UNIVERSITY SYSTEM
TABLE OF CONTENTS, CONTINUED**

	<u>PAGE</u>
INDEPENDENT AUDITORS REPORT ON COMPLIANCE AND ON INTERNAL CONTROL OVER FINANCIAL REPORTING BASED ON AN AUDIT OF THE SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS	58
 INDEPENDENT AUDITORS' REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO EACH MAJOR PROGRAM AND INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133	 61
 SCHEDULE OF FINDINGS AND QUESTIONED COSTS:	
Schedule I Summary of the Independent Auditors' Results	66
Schedule II Financial Statement and Federal Award Finding ...	69
Schedule III Federal Award Findings and Questioned Costs For The Year Ended June 30, 2005	71
 EXIT CONFERENCE	 87
 AUDIT INFORMATION SCHEDULE	 88



Member
American Institute of
Certified Public Accountants
Society of Louisiana
Certified Public Accountants

Michael B. Bruno, CPA
Alcide J. Tervalon, Jr., CPA
Waldo J. Moret, Jr., CPA
Paul K. Andoh, Sr., CPA

INDEPENDENT AUDITORS' REPORT ON THE SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS

Dr. Ralph Slaughter, President
Southern University System
Baton Rouge, Louisiana 70813

We have audited the accompanying Schedules of Expenditures of Federal Awards of the Southern University System (**the University**) for the year ended June 30, 2005. The Schedules of Expenditures of Federal Awards is the responsibility of the management of the Southern University System. Our responsibility is to express an opinion on the Schedules of Expenditures of Federal Awards based on our audit. The accompanying Schedules of Expenditures of Federal Awards are not a part of **the University's** component unit financial statements for the year ended June 30, 2005. The component unit financial statements were audited by the State of Louisiana's Legislative Auditor whose report dated April 17, 2006 contained an unqualified opinion on the general purpose financial statements.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America, and the standards applicable to Government Auditing Standards, issued by the Comptroller General of the United States and the provisions of OMB Circular A-133. Those standards and the provisions of OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether the Schedules of Expenditures of Federal Awards are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the Schedules of Expenditures of Federal Awards. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall presentation of the Schedules of Expenditures of Federal Awards. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the Schedules of Expenditures of Federal Awards of the Southern University System (**the University**) present fairly, in all material respects, the expenditures of federal awards for the year ended June 30, 2005 in conformity with accounting principles generally accepted in the United States of America.

**INDEPENDENT AUDITORS' REPORT ON THE
SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS**

(CONTINUED)

Dr. Ralph Slaughter, President
Southern University System
Baton Rouge, Louisiana 70813

As discussed in Finding 2005-06, the University has failed to comply with certain contractual and programmatic requirements with regard to its federal award programs during the year ended June 30, 2005. In addition to the above and as discussed in Finding 2005-01, as a result of Hurricane Katrina, we were unable to audit the major programs of the New Orleans Campus due to either the unavailability or destruction of records. The determination of whether the identified instances of noncompliance or the inability to audit the programs at the New Orleans campus will ultimately result in the remittance of ineligible and disallowed costs cannot be presently determined.

In accordance with Government Auditing Standards, we have also issued our report dated April 28, 2006 on our consideration of the Southern University System's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants. That report is an integral part of an audit performed in accordance with Government Auditing Standards, and should be read in conjunction with this report in considering the results of our audit. Also, that report disclosed an instance of noncompliance that may be material to the Schedules of Expenditures of Federal Awards, but for which the ultimate resolution cannot presently be determined.

Our audit was performed for the purpose of forming an opinion on the Schedules of Expenditures of Federal Awards taken as a whole. The supplementary data included in this report is presented for the purposes of additional analysis and is not a required part of the Schedules of Expenditures of Federal Awards. Such information has been subjected to the auditing procedures applied in the audit of the Schedules of Expenditures of Federal Awards and, in our opinion is fairly stated in all material respects in relation to the Schedules of Expenditures of Federal Awards taken as a whole.

Bruno & Tervalon LLP
BRUNO & TERVALON LLP
CERTIFIED PUBLIC ACCOUNTANTS

April 28, 2006

SOUTHERN UNIVERSITY SYSTEM
BOARD AND SYSTEM ADMINISTRATION
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2005

<u>Federal Grantor/Program Name</u>	<u>Federal CFDA or Other Number</u>	<u>Pass Through Entity's Number</u>	<u>Activity</u>
(1)	(1)	(1)	(1)

(1) Southern University - Board and System Administration did not disburse any federal expenditures during the year ended June 30, 2005.

The accompanying notes are an integral part of these schedules.

**SOUTHERN UNIVERSITY SYSTEM
BATON ROUGE CAMPUS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2005**

Federal Grantor/Program Name	Federal		Pass		Activity
	CFDA or Other Number	Through Entity's Number	Through Entity's Number	Activity	
<u>U.S. Department of Agriculture</u>					
<u>Direct Awards</u>					
Agricultural Research Basic and Applied Research	10.001	59-6401-5-048	\$	3,064	
1890 Institution Capacity Building Grants	10.216	--		778,754	
Fund for Rural America Research, Education and Extension Activities	10.224	--		145,177	
Outreach and Assistance for Socially Disadvantaged Farmers and Ranchers	10.443	3512001672		50,305	
Crop Insurance	10.450	03IE08310183		14,960	
Cooperative Extension Services	10.500	--		1,063,403	
Food for Education	10.608	5807900139		87,946	
Cooperative Forestry Assistance	10.664	--		(788)	
Forest Products Lab: Technology Marketing Unit	10.674	12-25-A-4402		597	
Soil and Water Conservation	10.902	--		13,080	
Agricultural Statistics Reports	10.950	43-3AEU-5-80024		879	
Technical Agricultural Assistance	10.960	5831481092		4,992	
<u>Awards From a Pass-Through Entity</u>					
Passed-Through: National Network of Forest Practitioners					
Forestry Incentive Program	10.064	--		3,420	
Passed-Through: South Carolina State University					
1890 Institution Capacity Building Grants	10.216	04-443621-FCS-SU-LA		864	
Passed-Through: Alabama A&M University					
Biotechnology Risk Assessment Research	10.219	521009616		23,953	
Passed-Through: University of Georgia					
Cooperative Extension Services	10.500	200347001015		15,375	
Passed-Through: Texas A&M University					
Cooperative Extension Services	10.500	TCE622640-7		25,563	
Passed-Through: Fort Valley State University					
Cooperative Extension Services	10.500	200152101114		37,565	

The accompanying notes are an integral part of these schedules.

SOUTHERN UNIVERSITY SYSTEM
BATON ROUGE CAMPUS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2005

Federal Grantor/Program Name	Federal		Pass Through Entity's Number	Activity
	CFDA or Other Number	Number		
<u>U.S. Department of Agriculture, continued</u>				
<u>Research and Development Cluster</u>				
<u>Direct Awards</u>				
Agricultural Research Basic and Applied Research	10.001	5862514022	\$	257,761
Payments to 1890 Land-Grant Colleges	10.205	--		19,320
1890 Institution Capacity Building Grants	10.216	--		181,729
Fund for Rural America Research Education and Extensive Activities	10.224	RBS-02-17		(32,379)
Forestry Research	10.652	SRS05CA11330		5,199
Total U.S. Department of Agriculture				<u>2,700,739</u>
<u>U.S. Department of Defense</u>				
<u>Direct Awards</u>				
Collaborative Research and Development	12.114	--		2,938
Basic and Applied Scientific Research	12.300	--		666,988
<u>Research and Development Cluster</u>				
<u>Direct Awards</u>				
Collaborative Research and Development	12.114	--		333,847
Basic and Applied Scientific Research	12.300	--		161,531
Basic and Applied Advanced Research in Science and Engineering	12.630	--		31,994
Basic and Applied Scientific Research	12.431	--		1,409

The accompanying notes are an integral part of these schedules.

SOUTHERN UNIVERSITY SYSTEM
BATON ROUGE CAMPUS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2005

<u>Federal Grantor/Program Name</u>	<u>Federal CFDA or Other Number</u>	<u>Pass Through Entity's Number</u>	<u>Activity</u>
<u>U.S. Department of Defense, continued</u>			
<u>Awards From a Pass-Through Entity.</u>			
Passed-Through: Science Applications International Corporation			
Basic and Applied Scientific Research	12.300	--	\$ 25,149
Passed-Through: The Shaw Group			
Mathematical Sciences Grants Program	12.901	Various	531,705
Passed-Through: Tetra Tech, Inc.			
Mathematical Sciences Grants Program	12.901	--	2,088
Passed-Through: Louisiana State University			
Community Services Block Grant - Discretionary Awards	93.570	--	53,118
Total U.S. Department of Defense			<u>1,810,767</u>
<u>U.S. Department of Housing and Urban Development</u>			
<u>Direct Awards</u>			
Community Development Block Grants	14.218	--	<u>195,941</u>
Total U.S. Department of Housing and Urban Development			<u>195,941</u>
<u>U.S. Department of the Interior</u>			
<u>Direct Awards</u>			
Assistance to State Water Resources Research Institutes	15.805	J2303-04-0012	<u>4,337</u>
Total U.S. Department of the Interior			<u>4,337</u>

The accompanying notes are an integral part of these schedules.

SOUTHERN UNIVERSITY SYSTEM
BATON ROUGE CAMPUS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2005

Federal Grantor/Program Name	Federal CFDA or Other Number	Pass Through Entity's Number	Activity
<u>U.S. Department of Justice</u>			
<u>Direct Awards</u>			
National Institute of Justice W.E.B. Dubois Fellowship Program	16.566	2003JCX1006	\$ 17,563
Public Safety Partnership and Community Policing Grants	16.710	1997MWX3101	13,183
Total U.S. Department of Justice			<u>30,746</u>
<u>U.S. Department of Transportation</u>			
<u>Direct Awards</u>			
Highway Training and Education	20.215	DDEHBC04X001	17,033
Federal Transit Grants for University Research and Training	20.502	--	17,566
<u>Awards From a Pass-Through Entity</u>			
Passed-Through: South Carolina A&M University			
Federal Transit Grants for University Research and Training	20.502	02447405NSTI	<u>60,146</u>
Total U.S. Department of Transportation			<u>94,745</u>
<u>Internal Revenue Service</u>			
<u>Direct Awards</u>			
Low-Income Taxpayer Clinics	21.008	--	<u>35,279</u>
Total Internal Revenue Service			<u>35,279</u>

The accompanying notes are an integral part of these schedules.

SOUTHERN UNIVERSITY SYSTEM
BATON ROUGE CAMPUS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2005

Federal Grantor/Program Name	Federal CFDA or Other Number	Pass Through Entity's Number	Activity
<u>U.S. National Aeronautics and Space Administration</u>			
<u>Direct Awards</u>			
Technology Transfer	43.002	--	\$ 194,383
<u>Awards From a Pass-Through Entity</u>			
Passed-Through: Shaw Group			
Mathematical Sciences Grants Program	12.901	SC000889-1-1	9,214
Passed-Through: Iowa State University			
Aerospace Education Services Program	43.001	422-25-01	651
Passed-Through: Tulane University			
Technology Transfer	43.002	TUL1460203	40,343
Passed-Through: Space Telescope Science Institute			
Technology Transfer	43.002	NGT5-90015	10,974
Passed-Through: Shaw Environmental, Inc.			
Technology Transfer	43.002	PO#202190	45
Passed-Through: National Science Foundation			
Technology Transfer	43.002	N/A	61,721
Passed-Through: Tennessee State University			
Technology Transfer	43.002	--	10,874
Passed-Through: University of Wisconsin			
Polar Programs	47.078	GO67933	103,639
<u>Research and Development Cluster</u>			
<u>Direct Awards</u>			
Technology Transfer	43.002	--	1,049,618
Total U.S. National Aeronautics and Space Administration			<u>1,481,462</u>

The accompanying notes are an integral part of these schedules.

SOUTHERN UNIVERSITY SYSTEM
BATON ROUGE CAMPUS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2005

Federal Grantor/Program Name	Federal CFDA or Other Number	Pass Through Entity's Number	Activity
<u>U.S. Small Business Administration</u>			
<i>Awards From a Pass-Through Entity</i> Passed-Through: Science and Engineering Alliance Inc. Small Business Development Center	59,037	SEA/EPA0015	\$ 10,410
Total U.S. Small Business Administration			<u>10,410</u>
<u>U.S. National Science Foundation</u>			
<i>Direct Awards</i> Mathematical and Physical Sciences Education and Human Resources	47,049	--	110,269
	47,076	--	676,566
<i>Awards From a Pass-Through Entity</i> Passed-Through: Michigan Technological University Intergrative Graduate Education and Research Traineeship	47,076	021019Z	244,180
<i>Research and Development Cluster</i>			
<i>Direct Awards</i> Engineering Grants Mathematical and Physical Sciences Computer and Information Science and Engineering Education and Human Resources	47,041	HRID-0310426	4,500
	47,049	--	205,625
	47,070	PI1Y0101177	38,774
	47,076	--	<u>131,511</u>
Total U.S. National Science Foundation			<u>1,411,425</u>

The accompanying notes are an integral part of these schedules.

SOUTHERN UNIVERSITY SYSTEM
BATON ROUGE CAMPUS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2005

<u>Federal Grantor/Program Name</u>	<u>Federal CFDA or Other Number</u>	<u>Pass Through Entity's Number</u>	<u>Activity</u>
<u>U.S. Agency for International Development</u>			
<u>Awards From a Pass-Through Entity</u>			
Passed-Through: United Negro College Fund	98.002	59-6401-5-048	\$ 28,452
Cooperative Development Program			
Total U.S. Agency for International Development			<u>28,452</u>
<u>U.S. Department of Energy</u>			
<u>Direct Awards</u>			
Conservation Research and Development	81.086	--	89,524
<u>Awards From a Pass-Through Entity</u>			
Passed-Through: Oak Ridge Y-12 National Security Complex			
Conservation Research and Development	81.086	97-141.93	2,248
Passed-Through: Howard University			
Conservation Research and Development	81.086	DEAC05840R	83,608
Passed-Through: Midwest Research Institute			
Energy Efficiency and Renewable Energy Information Dissemination, Outreach, Training and Technical Analysis/Assistance	81.117	ACQ43362301	34,039
Total U.S. Department of Energy			<u>209,419</u>

The accompanying notes are an integral part of these schedules.

SOUTHERN UNIVERSITY SYSTEM
BATON ROUGE CAMPUS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2005

Federal Grantor/Program Name	Federal CFDA or Other Number	Pass Through Entity's Number	Activity
<u>U.S. Department of Education</u>			
<u>Direct Awards</u>			
Low-Income Taxpayer Clinics	21.008	--	\$ 35,496
Higher Educational-Institutional Aid	84.031	--	5,595,028
Fund for Improvement of Post Secondary Education	84.116	P116Z030232	76,655
Minority Science and Engineering Improvement	84.120	PO31B70098	136
Rehabilitation Long-Term Training	84.129	--	489,163
National Institute on Disability and Rehabilitation Research	84.133	--	201,385
Business and International Education Project	84.153	P153A040071	31,083
Capacity Building for Traditionally Underserved Populations	84.315	H315D020007	146,372
Special Education-Personnel Preparation to Improve Services and Results for Children with Disabilities	84.325	--	273,449
<u>Awards From a Pass-Through Entity</u>			
Passed-Through: University of South Carolina			
Graduate Assistance in Areas of National Need	84.200	05-1070	13,896
<u>TRIO Cluster</u>			
<u>Direct Awards</u>			
TRIO-Student Support Services	84.042	PO42A0110040	573,463
TRIO-Talent Search	84.044	--	541,874
TRIO-Upward Bound	84.047	--	916,188
TRIO-McNair Post-Baccalaureate	84.217	P217A03043	221,985
<u>Student Financial Assistance Cluster</u>			
<u>Direct Awards</u>			
Federal Supplemental Educational Opportunity Grants	84.007	--	638,756
Federal Family Education Loans	84.032	--	59,532,900
Federal Work-Study Program	84.033	--	1,349,837
Federal Pell Grant Program	84.063	--	17,749,868
Total U.S. Department of Education			88,387,534

The accompanying notes are an integral part of these schedules.

SOUTHERN UNIVERSITY SYSTEM
BATON ROUGE CAMPUS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2005

Federal Grantor/Program Name	Federal		Pass		Activity
	CFDA or Other Number	Number	Through Entity's Number	Number	
<u>U.S. Department of Health and Human Services</u>					
<u>Direct Awards</u>					
National Research Service Award-Health Services Research Training	93.186	--	--	\$	2,309
Drug Abuse Research Programs	93.279	--	--		506,799
Advanced Education Nursing Traineeships	93.358	--	--		28,025
Head Start	93.600	--	--		114,601
Health Care Financing Research, Demonstrations and Evaluations	93.779	--	--		59,395
Rural Health Outreach and Rural Network Development Program	93.912	--	--		189,334
<u>Student Financial Assistance Cluster</u>					
Scholarships for Health Professions Students from Disadvantaged Backgrounds	93.925	--	--		103,621
<u>Research and Development Cluster</u>					
Biological Response to Environmental Health Hazards	93.113	--	--		518,377
Research Infrastructure	93.389	--	--		33,793
<u>Awards From a Pass-Through Entity</u>					
Passed-Through: Xavier University					
NIEHS Hazardous Waste Worker Health and Safety Training	93.142		OSP-05-231691-010		118,335
Passed-Through: National Black Women's Health Project					
Centers for Disease Control and Prevention-Investigations and Technical Assistance	93.283		USOCCU317371		38,515
Passed-Through: National Collegiate Athletic Association					
Community Services Block Grant-Discretionary Awards	93.570		NYSPPF04-1152		11,066
Passed-Through: National Youth Sports Corporation					
Community Services Block Grant-Discretionary Awards	93.570		97-141-93		2,467
Community Services Block Grant-Discretionary Awards	93.570		NYSPPF05-1123		50,862

The accompanying notes are an integral part of these schedules.

SOUTHERN UNIVERSITY SYSTEM
BATON ROUGE CAMPUS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2005

Federal Grantor/Program Name	Federal CFDA or Other Number	Pass Through Entity's Number	Activity
<u>U.S. Department of Health and Human Services, continued</u>			
<u>Awards From a Pass-Through Entity, continued</u>			
<u>Passed-Through: Central State University</u>			
Family Violence Prevention and Services/Grants for Battered Women's	93.592	FCVP0311103	\$ 268,811
Shelters-Discretionary Grants			
Family Violence Prevention and Services/Grants for Battered Women's	93.671	Various	(1,922)
Shelters-Grants to States and Indian Tribes			
Total U.S. Department of Health and Human Services			<u>2,044,388</u>
Total Expenditures of Federal Awards			<u>\$ 98,445,644</u>

The accompanying notes are an integral part of these schedules.

SOUTHERN UNIVERSITY SYSTEM
NEW ORLEANS CAMPUS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2005

<u>Federal Grantor/Program Name</u>	<u>Federal CFDA or Other Number</u>	<u>Pass Through Entity's Number</u>	<u>Activity</u>
<u>U.S. Department of Housing and Urban Development</u>			
<u>Direct Awards</u>			
Historically Black Colleges and Universities Program	14,237	--	\$ <u>335,118</u>
Total U.S. Department of Housing and Urban Development			<u>335,118</u>
<u>U.S. National Aeronautics and Space Administration</u>			
<u>Direct Awards</u>			
Aerospace Education Services Program	43,001	--	<u>4,643</u>
Total U.S. National Aeronautics and Space Administration			<u>4,643</u>

The accompanying notes are an integral part of these schedules.

SOUTHERN UNIVERSITY SYSTEM
NEW ORLEANS CAMPUS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2005

<u>Federal Grantor/Program Name</u>	<u>Federal CFDA or Other Number</u>	<u>Pass Through Entity's Number</u>	<u>Activity</u>
<u>U.S. National Science Foundation</u>			
<u>Research and Development Cluster</u>			
<u>Direct Awards</u>			
Computer and Information Science and Engineering	47.070	--	\$ 574,266
<u>Awards From a Pass-Through Entity</u>			
Passed-Through: Tulane University	47.078	TUL-144-0203	22,331
Polar Programs			
Total U.S. National Science Foundation			<u>596,597</u>

The accompanying notes are an integral part of these schedules.

SOUTHERN UNIVERSITY SYSTEM
NEW ORLEANS CAMPUS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2005

Federal Grantor/Program Name	Federal		Pass		Activity
	CFDA or Other Number	Through Entity's Number			
<u>U.S. Department of Education</u>					
<u>Direct Awards</u>					
Higher Education-Institutional Aid	84.031	--	\$	3,234,881	
Child Care Access Means Parents in School	84.335	--		68,536	
<u>TRIO Cluster</u>					
<u>Direct Awards</u>					
TRIO-Student Support Services	84.042	--		575,933	
TRIO-Talent Search	84.044	--		250,736	
TRIO-Upward Bound	84.047	--		459,275	
Sub-total TRIO Cluster				<u>1,285,944</u>	
<u>Student Financial Assistance Cluster</u>					
<u>Direct Awards</u>					
Federal Supplemental Educational Opportunity Grants	84.007	--		132,213	
Federal Family Education Loans	84.032	--		18,016,484	
Federal Work-Study Program	84.033	--		227,748	
Federal Pell Grant Program	84.063	--		7,190,509	
Sub-total Student Financial Aid Cluster				<u>25,566,954</u>	
Total U.S. Department of Education				<u>30,156,315</u>	

The accompanying notes are an integral part of these schedules.

SOUTHERN UNIVERSITY SYSTEM
NEW ORLEANS CAMPUS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2005

<u>Federal Grantor/Program Name</u>	<u>Federal CFDA or Other Number</u>	<u>Pass Through Entity's Number</u>	<u>Activity</u>
<u>U.S. Department of Health and Human Services</u>			
<u>Research and Development Cluster</u>			
<u>Direct Awards</u>			
Substance Abuse and Mental Health Services	93.174	--	\$ 7,653
<u>Awards From a Pass-Through Entity</u>			
Passed-Through: National Youth Sports Corporation			
Community Services Block Grant-Discretionary Awards	93.570	NYSPP	71,914
Total U.S. Department of Health and Human Services			<u>79,567</u>
Total Expenditures of Federal Awards			\$ <u>31,172,240</u>

The accompanying notes are an integral part of these schedules.

SOUTHERN UNIVERSITY SYSTEM
SHREVEPORT-BOSSIER CITY CAMPUS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2005

<u>Federal Grantor/Program Name</u>	<u>Federal CFDA or Other Number</u>	<u>Pass Through Entity's Number</u>	<u>Activity</u>
<u>U.S. Department of Agriculture</u>			
<u>Research and Development Cluster</u>			
<u>Awards From a Pass-Through Entity</u>			
<u>Passed-Through: Purdue University</u>			
Grants for Agricultural Research-Competitive Research Grants	10.206	591-387-1	\$ 4,321
Total U.S. Department of Agriculture			4,321
<u>U.S. Department of Housing and Urban Development</u>			
<u>Direct Awards</u>			
Housing and Urban Development	FR4723	--	166,324
Computer Literacy	LA62HD	--	32
Total U.S. Department of Housing and Urban Development			166,356

The accompanying notes are an integral part of these schedules.

SOUTHERN UNIVERSITY SYSTEM
SHREVEPORT-BOSSIER CITY CAMPUS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2005

Federal Grantor/Program Name	Federal CFDA or Other Number	Pass Through Entity's Number	Activity
<u>U.S. Department of Justice</u>			
<u>Direct Awards</u>			
Public Safety Partnership and Community Policing Grant	16.710	--	\$ 53,720
Total U.S. Department of Justice			53,720
<u>U.S. Department of Education</u>			
<u>Direct Awards</u>			
Higher Education-Institutional Aid	84.031	--	2,630,240
<u>TRIO Cluster</u>			
<u>Direct Awards</u>			
TRIO-Student Support Services	84.042	--	330,321
TRIO-Talent Search	84.044	--	390,405
TRIO-Upward Bound	84.047	--	559,061
TRIO-Educational Opportunities Centers	84.066	--	202,108

The accompanying notes are an integral part of these schedules.

SOUTHERN UNIVERSITY SYSTEM
SHREVEPORT-BOSSIER CITY CAMPUS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2005

Federal Grantor/Program Name	Federal CFDA or Other Number	Pass Through Entity's Number	Activity
<u>U.S. Department of Education, continued</u>			
<u>Student Financial Assistance Cluster</u>			
<u>Direct Awards</u>			
Federal Supplemental Educational Opportunity Grants	84.007	--	\$ 58,876
Federal Work-Study Program	84.033	--	221,243
Federal Pell Grant Program	84.063	--	6,360,444
Federal Direct Student Loan	84.268	--	797,511
Total U.S. Department of Education			11,550,209

The accompanying notes are an integral part of these schedules.

SOUTHERN UNIVERSITY SYSTEM
SHREVEPORT-BOSSIER CITY CAMPUS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2005

Federal Grantor/Program Name	Federal CFDA or Other Number	Pass Through Entity's Number	Activity
<u>U.S. Department of Health and Human Services</u>			
<u>Research and Development Cluster</u>			
<u>Direct Awards</u>			
Biomedical Research and Training	93.859	--	\$ 37,052
<u>Awards From a Pass-Through Entity</u>			
Passed-Through: National Youth Sports Corporation			
Community Services Block Grant-Discretionary Awards	93.57	00-4881	44,403
Total U.S. Department of Health and Human Services			81,455
Total Expenditures of Federal Awards			\$ 11,856,061

The accompanying notes are an integral part of these schedules.

**SOUTHERN UNIVERSITY SYSTEM
NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS
JUNE 30, 2005**

NOTE 1 - General

The Southern University System (**the University**) is a publicly supported institution of higher education. **The University** is a political subdivision of the State of Louisiana. As defined by Government Accounting Standards Board Statement Number 14 within the Executive Branch of government, under the management and supervision of the Southern University Board of Supervisors. However, the annual budget of **the University** and proposed changes to the degree programs, departments of instruction, et cetera, require the approval of the Board of Regents. The Board of Supervisors is comprised of 17 members appointed for a six-year term by the Governor with the consent of the Senate, and one student member appointed for a one-year term by a council composed of the student body presidents of **the University**. As a State agency, operations of **the University's** instructional programs are funded through annual lapsing appropriations made by the Louisiana Legislature.

The Southern University System is comprised of four separate agencies. These agencies are:

Board and System Administration;
Baton Rouge Campus;
New Orleans Campus; and
Shreveport-Bossier City Campus.

The accompanying Schedules of Expenditures of Federal Awards presents the activity of all federal financial assistance programs administered by the Southern University System. All expenditures of federal awards received directly from federal agencies and pass-through entities are included on the Schedules. Because the Schedules present only a selected portion of the activities of the System, it is not intended to and does not present either the financial position, changes in fund balances or the current funds revenues, expenditures, and other changes of **the University**.

Annually, the State of Louisiana issues a Schedule of Expenditures of Federal Awards which includes the activity contained in the accompanying Schedules of Expenditures of Federal Awards.

SOUTHERN UNIVERSITY SYSTEM
NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS
JUNE 30, 2005 (CONTINUED)

NOTE 2 - Basis of Accounting and Presentation:

The accompanying Schedules of Expenditures of Federal Awards are presented using the modified accrual basis of accounting which is described in the notes to **the University's** component unit financial statements which are audited by the Legislative Auditors. The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

All federal grant expenditures, except Cooperative Extension (CFDA Number 10.500) and Payments to 1890 Land Grant Colleges and Tuskegee University (CFDA Number 10.205), are accounted for in the Current Funds-Restricted of the respective agency of **the University**. Grant expenditures relative to Cooperative Extension and Payments to 1890 Land Grant Colleges are accounted for in the Current Funds-Unrestricted of the Baton Rouge Campus. However, for purposes of reporting expenditures of federal awards, such transactions are reported in the Schedules of Expenditures of Federal Awards - Board and System Administration and the Baton Rouge Campus.

The accompanying Schedules of Expenditures of Federal Awards has been prepared in the format as set forth in OMB Circular A-133 and the related Compliance Supplement. The purpose of the Schedule of Expenditures of Federal Awards is to present a summary of those activities of the Southern University System for the year ended June 30, 2005 which have been financed principally by the U. S. Government (federal awards). For purposes of the schedules, federal awards include all Federal assistance and procurement relationships entered into directly between **the University** and the federal government and sub-awards from non-federal organizations made under federally sponsored agreements. Because the Schedules present only a selected portion of the activities of **the University**, it is not intended to and does not present either the financial position, changes in fund balances or the current fund's revenues, expenditures, and other changes of **the University**.

SOUTHERN UNIVERSITY SYSTEM
NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS
JUNE 30, 2005 (CONTINUED)

**NOTE 3 - Program Activity, Organization and
Financing (Perkins Loans) :**

The Perkins Loan Program, (the Program) formerly the National Direct Student Loan Program, is operated by the University under an agreement with the United States Department of Education. Each campus within the System maintains its own separate Loan Fund. The accounts of each Program are included among the Loan Funds for each campus within the System.

During the current fiscal year, Campus Partners, formerly AMS Servicing Group an outside service center provided billing and collection services on behalf of the Baton Rouge, New Orleans and Shreveport/Bossier City Campuses.

The Shreveport/Bossier City and Baton Rouge Campuses did not disburse any loans to students during the year ended June 30, 2005. Additionally, the campuses did not receive any federal capital contributions during the year ended June 30, 2005. Southern University at New Orleans has discontinued the Perkins Loan program and has repaid the Federal Fund Capital to the Department of Education.

SOUTHERN UNIVERSITY SYSTEM
NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS
JUNE 30, 2005 (CONTINUED)

**NOTE 3 - Program Activity, Organization and
Financing (Perkins Loans) Continued**

BATON ROUGE CAMPUS

Listed below is a brief summary of the loan activity as taken from the unaudited records for each campus:

<u>Contributions</u>	<u>Period from Inception to June 30, 2005 (Unaudited)</u>	<u>For the Year Ended June 30, 2005</u>
Federal	\$6,616,617	\$ -0-
University	<u>735,180</u>	<u>-0-</u>
Total	<u>\$7,351,797</u>	<u>\$ -0-</u>
<u>Repayments of Fund Capital</u>		
Federal	\$2,092,551	\$ -0-
University	<u>232,505</u>	<u>-0-</u>
Total	<u>\$2,325,056</u>	<u>\$1,992,188</u>
<u>Analysis of Loans Receivable</u>		
Balance, 07/01/04	\$ -0-	\$1,992,188
Funds advanced/adjustments	<u>9,942,682</u>	<u>-0-</u>
Total	<u>9,942,682</u>	<u>1,992,188</u>
Less: Credits		
Collections	4,570,299	67,603
Cancellations—		
Teaching service\military	561,757	-0-
Death\disability	54,631	-0-
Bankruptcy	89,378	-0-
Defaulted loan principal assigned to Federal		
Government	2,713,335	-0-
Other adjustments	<u>34,912</u>	<u>6,215</u>
Total credit	<u>8,024,312</u>	<u>73,818</u>
Balance 06/30/05	<u>\$1,918,370</u>	<u>\$1,918,370</u>

**SOUTHERN UNIVERSITY SYSTEM
NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS
JUNE 30, 2005 (CONTINUED)**

**NOTE 3 - Program Activity, Organization and
Financing (Perkins Loans), Continued:**

SHREVEPORT-BOSSIER CAMPUS

<u>Contributions</u>	Period from Inception to June 30, 2005 <u>(Unaudited)</u>	For the Year Ended <u>June 30, 2005</u>
Federal	\$ 941,904	\$ -0-
University	<u>104,656</u>	<u>-0-</u>
Total	<u>\$1,046,560</u>	<u>\$ -0-</u>

Repayments of Fund Capital

Federal	\$ 417,278	\$ -0-
University	<u>44,564</u>	<u>-0-</u>
Total	<u>\$ 461,842</u>	<u>\$ -0-</u>

SOUTHERN UNIVERSITY SYSTEM
NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS
JUNE 30, 2005 (CONTINUED)

**NOTE 3 - Program Activity, Organization and
Financing (Perkins Loans) _____, Continued:**

SHREVEPORT-BOSSIER CAMPUS

Analysis of Loans Receivable

	Period from Inception to June 30, 2005 <u>(Unaudited)</u>	For the Year Ended <u>June 30, 2005</u>
Balance, 07/01/04	\$ -0-	\$ 540,468
Funds advanced	<u>1,364,255</u>	<u>-0-</u>
Total	<u>1,364,255</u>	<u>540,468</u>
Less:		
Collections	726,482	34,032
Cancellations--		
Teaching service	3,795	-0-
Death/Disability	15,371	-0-
Bankruptcy	12,694	-0-
Defaulted loan principal assigned to Federal Government	89,804	-0-
Loan principal adjustments	<u>9,727</u>	<u>54</u>
Total credits	<u>857,873</u>	<u>34,086</u>
Balance, 06/30/05	<u>\$ 506,382</u>	<u>\$ 506,382</u>

SOUTHERN UNIVERSITY SYSTEM
NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS
JUNE 30, 2005 (CONTINUED)

NOTE 4 - Pell Grant Program:

The Pell Grant program provides eligible students with a foundation of financial aid to help defray the costs of post-secondary education. The University receives direct payment from the Department of Education for allowable administrative costs.

During the year ended June 30, 2005, each campus disbursed the following amounts for Pell Grants for the prior and current year, and received the following direct payments from the Department of Education for allowable administrative costs.

<u>Pell Campus</u>	<u>Expenditures</u>	<u>Administrative Cost Recovery</u>
Baton Rouge	\$ <u>17,749,868</u>	\$ <u>29,400</u>
New Orleans	\$ <u>7,190,509</u>	\$ <u>12,675</u>
Shreveport-Bossier City	\$ <u>6,360,440</u>	\$ <u>8,195</u>

**NOTE 5 - Federal Family Education and
William D. Ford Federal Direct Loan Program:**

The Student Loan Programs enable eligible students to borrow directly from a bank or other lending institutions and a portion of the loan is guaranteed by the Federal Government. The loan activity is not required to be recorded in the accounting records of the University. During the year ended June 30, 2005, the following amounts were disbursed by each campus for the Federal Family Education Student and William D. Ford Federal Direct Loan Programs:

	<u>Federal Family Education Loan Amount</u>	<u>William D. Ford Direct Loan Amount</u>
Baton Rouge	\$ <u>59,532,900</u>	\$ <u>-0-</u>
New Orleans	\$ <u>18,016,489</u>	\$ <u>-0-</u>
Shreveport-Bossier City	\$ <u>-0-</u>	\$ <u>797,511</u>

SOUTHERN UNIVERSITY SYSTEM
NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS
JUNE 30, 2005 (CONTINUED)

NOTE 6 - College Work-Study Program:

The University established the College Work Study (CWS) Program pursuant to Title IV, Part C of the Higher Education Act of 1965, as amended. During the year ended June 30, 2005, the following amounts were disbursed by each campus for the CWS Program:

Baton Rouge Campus

<u>Description</u>	<u>Amount</u>
Federal expenditures	\$1,285,446
Administrative costs	<u>64,391</u>
Sub-total	1,359,837
Institutional matching	<u>-0-</u>
Total	<u><u>\$1,359,837</u></u>

New Orleans Campus

Federal expenditures	\$ 216,903
Administrative costs	<u>10,845</u>
Sub-total	227,748
Institutional matching	<u>-0-</u>
Total	<u><u>\$ 227,748</u></u>

Shreveport-Bossier City Campus

Federal expenditures	\$ 211,170
Administrative costs	<u>10,073</u>
Sub-total	221,243
Institutional matching	<u>-0-</u>
Total	<u><u>\$ 221,243</u></u>

SOUTHERN UNIVERSITY SYSTEM
NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS
JUNE 30, 2005 (CONTINUED)

NOTE 6 - College Work-Study Program, Continued:

The Baton Rouge, New Orleans and Shreveport-Bossier City Campuses elected and received approval from the Department of Education to waive the institutional matching requirement for the College Work Study Program's approved funding level for the fiscal year ended June 30, 2005. Each campus was entitled to this waiver because of its participation in the Strengthening Historically Black Colleges Title III Program.

NOTE 7 - FSEOG Program

The FSEOG Program was established at the University in 1965 under Title IV, Part A of the Higher Education Act of 1965, as amended. During the year ended June 30, 2005. The following amounts were disbursed by each campus for the FSEOG Program:

Baton Rouge Campus

<u>Description</u>	<u>Amount</u>
Federal expenditures	\$ 611,193
Administrative costs	<u>27,563</u>
Sub-total	635,756
Institutional matching	<u>-0-</u>
Total	\$ <u>635,756</u>

New Orleans Campus

Federal expenditures	\$ 125,917
Administrative costs	<u>6,296</u>
Sub-total	132,213
Institutional matching	<u>-0-</u>
Total	\$ <u>132,213</u>

Shreveport-Bossier City Campus

Federal expenditures	\$ 56,070
Administrative costs	<u>2,806</u>
Sub-total	58,876
Institutional matching	<u>-0-</u>
Total	\$ <u>58,876</u>

**SOUTHERN UNIVERSITY SYSTEM
NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS
JUNE 30, 2005 (CONTINUED)**

NOTE 8 - State Expenditures - Preventive Maintenance:

As provided by Louisiana Revised Statute 17.3886(A), the University adopted a building and facility preventive maintenance program which was approved by the Louisiana Board of Regents. This program allows the University to retain any funds appropriated or allocated which were unexpended and unobligated at the end of the fiscal year.

NOTE 9 - Agency Funds:

This fund group represents funds for which the University acts as custodian or fiscal agent on behalf of others, such as student or faculty organizations and workshops.

NOTE 10 - Contingencies:

Participation in Grant/Loan Programs

The University administers and participates in certain Federal and State programs as disclosed in the Schedules of Expenditures of Federal Awards. In connection with the administration and operations of these programs, the University is to expend grant funds, and allocations in accordance with program guidelines and regulations. However, should the University have operated/administered the programs and/or grants in a manner which would be in non-compliance with the guidelines and regulations, the University may be required by funding sources to repay some portion or all of the grant award.

The audit disclosed certain items or transactions as questioned costs. The accompanying Schedules of Expenditures of Federal Awards have not been adjusted for those items. The ultimate resolution or determination as to whether the costs will be allowable or unallowable under the affected grants will be made by the related agencies and the various funding sources.

SOUTHERN UNIVERSITY SYSTEM
NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS
JUNE 30, 2005 (CONTINUED)

NOTE 11 - Major Federal Financial Assistance Programs:

The Southern University System's major federal financial assistance programs for the year ended June 30, 2005 were determined on a state level based upon program update activity. Such programs are the Student Financial Assistance Cluster, Research and Development Clusters, Vocational Education - Basic Grants to States Program, Foster Care - Title IV - E, the Scholarships for Students from Disadvantaged Backgrounds, Workforce Investment Act/Youth Activities, Temporary Assistance for Needy Families, Special Education-Grants to States, and Higher Educational-Institutional Aid.

NOTE 12 - Supplementary Financial Information:

The Schedules of Disclosures for federally assisted loans summarizes the amount of loans made or disbursed during the year for the Federal Family Education Student loan, William D. Ford Federal Direct Loan Program, College Housing Facilities Loans, and the Perkins Loan. Additionally, the Schedule summarizes the amount of principal and interest canceled (military and teacher) for the National Defense/Perkins Loan Program.

The Schedules of Fixed Price Contracts summarizes the total amount of revenues received and expenses disbursed under fixed-price contracts.

The Schedules of Non-Federal Expenditures and Disbursements sets forth the program expenditures and disbursements funded by the State of Louisiana and private sources.

The Schedules of Secondary Subrecipients of Major Federal Programs represent disbursements of major program funds to non-State of Louisiana subrecipients.

The Schedules of State Agency/University sub-recipients of Federal Programs represent disbursement of federal funds to State of Louisiana agencies.

The Schedules of Interagency Expenditures of Federal Awards summarizes federal expenditures financed by the State of Louisiana with funds received from the federal government.

**SOUTHERN UNIVERSITY SYSTEM
NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS
JUNE 30, 2005 (CONTINUED)**

NOTE 13 - Hurricane Katrina

As a result of Hurricane Katrina which occurred on August 29, 2005, the Southern University at New Orleans Campus suffered extensive wind and water damage, which destroyed some records and made others unavailable for review. As a result of the destruction, the major programs of Southern University at New Orleans Campus were unable to be audited.

SCHEDULE I

**SOUTHERN UNIVERSITY SYSTEM
BOARD AND SYSTEM ADMINISTRATION
SCHEDULE OF DISCLOSURES FOR FEDERALLY ASSISTED LOANS
FOR THE YEAR ENDED JUNE 30, 2005**

Program Name	Federal CFDA Number	Loans Disbursed	Outstanding Loan Balance	Principal and Interest
Federal Family Education Loans	84.032	\$ <u>0</u>	N/A	N/A
National Defense/Perkins Loans Military and Teacher Cancellations for Loans made after 07/01/72	84.037	\$ <u>0</u>	N/A	N/A
Federal Perkins Loans	84.038	\$ <u>0</u>	N/A	N/A
College Housing and Other Educational Facilities Loans	84.142	\$ <u>0</u>	N/A	N/A

See Independent Auditors' Report on Supplementary Information

SCHEDULE II

**SOUTHERN UNIVERSITY SYSTEM
BATON ROUGE CAMPUS
SCHEDULE OF DISCLOSURES FOR FEDERALLY ASSISTED LOANS
FOR THE YEAR ENDED JUNE 30, 2005**

Program Name	Federal CFDA Number	Loans Disbursed	Outstanding Loan Balance	Principal and Interest
Federal Family Education Loans	84.032	\$ 59,532,900	N/A	N/A
National Defense/Perkins Loans Military and Teacher Cancellations for Loans made after 07/01/72	84.037	\$ 0	N/A	N/A
Federal Perkins Loans	84.038	\$ 0	\$ 1,918,370	N/A
College Housing and Other Educational Facilities Loans	84.142	\$ 0	N/A	N/A

See Independent Auditors' Report on Supplementary Information

SCHEDULE III

**SOUTHERN UNIVERSITY SYSTEM
NEW ORLEANS CAMPUS
SCHEDULE OF DISCLOSURES FOR FEDERALLY ASSISTED LOANS
FOR THE YEAR ENDED JUNE 30, 2005**

Program Name	Federal CFDA Number	Loans Disbursed	Outstanding Loan Balance	Principal and Interest
Federal Family Education Loans	84.032	\$ 18,016,484	N/A	N/A
National Defense/Perkins Loans Military and Teacher Cancellations for Loans made after 07/01/72	84.037	\$ 0	N/A	N/A
Federal Perkins Loans	84.038	\$ 0	N/A	N/A
College Housing and Other Educational Facilities Loans	84.142	\$ 0	N/A	N/A
William D. Ford Federal Direct	84.268	\$ 0	N/A	N/A

See Independent Auditors' Report on Supplementary Information

SCHEDULE IV

**SOUTHERN UNIVERSITY SYSTEM
SHREVEPORT - BOSSIER CITY CAMPUS
SCHEDULE OF DISCLOSURES FOR FEDERALLY ASSISTED LOANS
FOR THE YEAR ENDED JUNE 30, 2005**

Program Name	Federal CFDA Number	Loans Disbursed	Outstanding Loan Balance	Principal and Interest
Federal Family Education Loans	84.032	\$ <u>0</u>	N/A	N/A
National Defense/Perkins Loans Military and Teacher Cancellations for Loans made after 07/01/72	84.037	\$ <u>0</u>	N/A	N/A
Federal Perkins Loans	84.038	\$ <u>0</u>	\$ <u>506,382</u>	N/A
College Housing and Other Educational Facilities Loans	84.142	\$ <u>0</u>	N/A	N/A
William D. Ford Federal Direct	84.268	\$ <u>797,511</u>	N/A	N/A

See Independent Auditors' Report on Supplementary Information

SCHEDULE V

SOUTHERN UNIVERSITY SYSTEM
BOARD AND SYSTEM ADMINISTRATION
SCHEDULE OF FIXED-PRICE CONTRACTS
FOR THE YEAR ENDED JUNE 30, 2005

<u>Program Name</u>	<u>Federal CFDA Number</u>	<u>Grantor</u>	<u>Project Name</u>	<u>Award I.D. Number</u>	<u>Award Period</u>	<u>Revenues</u>	<u>Expenditures</u>
(1)	(1)	(1)	(1)	(1)	(1)	(1)	(1)

(1) Southern University - Board and System Administration did not receive any revenues under the terms of fixed-price contracts during the year ended June 30, 2005.

See Independent Auditors' Report on Supplementary Information.

SOUTHERN UNIVERSITY SYSTEM
BATON ROUGE CAMPUS
SCHEDULE OF FIXED-PRICE CONTRACTS
FOR THE YEAR ENDED JUNE 30, 2005

Program Name	Federal CFDA Number	Grantor	Project Name	Award I.D. Number	Award Period	Revenues	Expenditures
Basic and Applied Scientific Research	12.300	Department of Defense	Dele Uranium	DACW43-00- D-0515	04/05/2005 - 07/15/2005	\$ 25,149	\$ 25,149
Mathematical Sciences Grants Program	12.901	Navy	Analytical Support and Testing	217812OP	01/21/2003 - 04/21/2004	56,600	56,600
Mathematical Sciences Grants Program	12.901	Department of Defense	Student Mentor/Protégé Cooperative Program	2731OP	09/22/2003 - 09/22/2004	43,296	43,296
Mathematical Sciences Grants Program	12.901	Department of Defense	Analytical Support and Testing	2974OP	04/26/2004 - 12/31/2008	392,874	392,874
Mathematical Sciences Grants Program	12.901	Department of Defense	Comp Long-Term Environment	IV0004-GCMP- 04-0012	06/24/2004 - 08/31/2005	2,088	2,088
Technology Transfer	43.002	National Aeronautics and Space Administration	Analysis of Sabatier	PO2015499	05/07/2004 - 02/28/2005	33,099	0
Conservation Research and Development	81.086	Department of Energy	Machine Characterization	4300015680	04/02/02 - 09/30/03	3,132	2,248
Conservation Research and Development	81.086	Department of Energy	Film Electriades Cell	AAK9187502	01/27/99 - 06/15/04	1,254	0
Midwest Research Institute	81.117	Department of Energy	Energy Conversion	ACQ-4-33623-01	07/07/2004 - 06/06/2007	34,039	34,039
						\$ 591,531	\$ 556,294

See Independent Auditors' Report on Supplementary Information.

SCHEDULE VII

SOUTHERN UNIVERSITY SYSTEM
NEW ORLEANS CAMPUS
SCHEDULE OF FIXED-PRICE CONTRACTS
FOR THE YEAR ENDED JUNE 30, 2005

Program Name	Federal CFDA Number	Grantor	Project Name	Award I.D. Number	Award Period	Revenues	Expenditures
(1)	(1)	(1)	(1)	(1)	(1)	(1)	(1)

(1) Southern University - New Orleans Campus did not receive any revenues under the terms of fixed-price contracts during the year ended June 30, 2005.

See Independent Auditors' Report on Supplementary Information.

SCHEDULE VIII

**SOUTHERN UNIVERSITY SYSTEM
SHREVEPORT - BOSSIER CITY CAMPUS
SCHEDULE OF FIXED-PRICE CONTRACTS
FOR THE YEAR ENDED JUNE 30, 2005**

Program Name	Federal CFDA Number	Grantor	Project Name	Award I.D. Number	Award Period	Revenues	Expenditures
(1)	(1)	(1)	(1)	(1)	(1)	(1)	(1)

(1) Southern University - Shreveport - Bossier City Campus did not receive any revenues under the terms of fixed-price contracts during the year ended June 30, 2005.

See Independent Auditors' Report on Supplementary Information.

SCHEDULE IX

**SOUTHERN UNIVERSITY SYSTEM
BOARD AND SYSTEM ADMINISTRATION
SCHEDULE OF NON-FEDERAL EXPENDITURES
FOR THE YEAR ENDED JUNE 30, 2005**

Program Name	Federal CFDA Number	Award Period	Expenditures
Private Gifts and Grants	N/A	07/01/04 - 06/30/05	\$ 170,336
State Grants	N/A	07/01/04 - 06/30/05	1,458
Agency Funds (NOTE 9)	N/A	07/01/04 - 06/30/05	65,212
Total Non-Federal Expenditures			\$ 237,006

See Independent Auditors' Report on Supplementary Information.

SCHEDULE X

**SOUTHERN UNIVERSITY SYSTEM
BATON ROUGE CAMPUS
SCHEDULE OF NON-FEDERAL EXPENDITURES
FOR THE YEAR ENDED JUNE 30, 2005**

Program Name	Federal CFDA Number	Award Period	Expenditures
Private Gifts and Grants	N/A	07/01/04 - 06/30/05	\$ 759,894
State Grants	N/A	07/01/04 - 06/30/05	1,467,372
Agency Funds (NOTE 9)	N/A	07/01/04 - 06/30/05	4,370,623
State Expenditures - Preventative Maintenance (NOTE 8)	N/A	07/01/04 - 06/30/05	205,667
Other Grants	N/A	07/01/04 - 06/30/05	479,380
Total Non-Federal Expenditures			<u>\$ 7,282,936</u>

See Independent Auditors' Report on Supplementary Information.

SCHEDULE XI

**SOUTHERN UNIVERSITY SYSTEM
NEW ORLEANS CAMPUS
SCHEDULE OF NON-FEDERAL EXPENDITURES
FOR THE YEAR ENDED JUNE 30, 2005**

Program Name	Federal CFDA Number	Award Period	Expenditures
Private Gifts and Grants	N/A	07/01/04 - 06/30/05	\$ 111,099
State Grants	N/A	07/01/04 - 06/30/05	490,960
Agency Funds (NOTE 8)	N/A	07/01/04 - 06/30/05	1,350,745
Small Business Development Center - Hotel and Motel Tax	N/A	07/01/04 - 06/30/05	80,468
Total Non-Federal Expenditures			\$ 2,033,272

See Independent Auditors' Report on Supplementary Information.

SCHEDULE XII

**SOUTHERN UNIVERSITY SYSTEM
SHREVEPORT-BOSSIER CITY CAMPUS
SCHEDULE OF NON-FEDERAL EXPENDITURES
FOR THE YEAR ENDED JUNE 30, 2005**

Program Name	Federal CFDA Number	Award Period	Expenditures
Private Gifts and Grants	N/A	07/01/04 - 06/30/05	\$ 126,324
State Grants	N/A	07/01/04 - 06/30/05	90,117
Agency Funds (NOTE 9)	N/A	07/01/04 - 06/30/05	502,095
State Expenditures - Preventative Maintenance (NOTE 8)	N/A	07/01/04 - 06/30/05	71,790
Total Non-Federal Expenditures			<u>\$ 790,326</u>

See Independent Auditors' Report on Supplementary Information.

SCHEDULE XIII

**SOUTHERN UNIVERSITY SYSTEM
BOARD AND SYSTEM ADMINISTRATION
SCHEDULE OF SECONDARY SUBRECIPIENTS OF
MAJOR FEDERAL PROGRAMS
FOR THE YEAR ENDED JUNE 30, 2005**

Federal Grantor	Federal CFDA or Other Number	Program Name	Activity	Secondary Subrecipient
(1)	(1)	(1)	(1)	(1)

(1) Southern University - Board and System did not disburse any funds under terms of non-state subrecipients during the year ended June 30, 2005.

See Independent Auditors' Report on Supplementary Information.

SCHEDULE XIV

SOUTHERN UNIVERSITY SYSTEM
BATON ROUGE CAMPUS
SCHEDULE OF SECONDARY SUBRECIPIENTS OF
MAJOR FEDERAL PROGRAMS
FOR THE YEAR ENDED JUNE 30, 2005

Federal Grantor	Federal CFDA or Other Number	Program Name	Activity	Secondary Subrecipient
U. S. National Science Foundation	10.216	Lower MS Delta Nutri	\$ 12,925	USDA
U.S. Department of Defense	12.114	Flat Lake Water Management	102,370	Navy
U.S. Department of Defense	12.901	Comp Long-Term Environment	1,850	Tetra Tech Nus, Inc.
U.S. Department of Housing and Urban Development	14.218	HUD Historically Black Colleges and Universities Program	495	University Community
U.S. Department of Housing and Urban Development	14.237	HUD Work Study Program Universities Program	57,000	University Community
U.S. Department of Housing and Urban Development	14.237	Community Revital SU Universities Program	150,000	University Community
U.S. Department of Education	84.133	Rehab Riup	41,537	East Carolina University
U.S. Department of Health and Human Services	93.114	Arch Project Administration	165,971	University of Texas
	Total		\$ 414,508	

See Independent Auditors' Report on Supplementary Information.

SCHEDULE XV

**SOUTHERN UNIVERSITY SYSTEM
NEW ORLEANS CAMPUS
SCHEDULE OF SECONDARY SUBRECIPIENTS OF
MAJOR FEDERAL PROGRAMS
FOR THE YEAR ENDED JUNE 30, 2005**

Federal Grantor	Federal CFDA or Other Number	Program Name	Activity	Secondary Subrecipient
(1)	(1)	(1)	(1)	(1)

(1) Southern University - New Orleans Campus - did not disburse any major federal program funds to secondary subrecipients during the year ended June 30, 2005.

See Independent Auditors' Report on Supplementary Information.

SCHEDULE XVI

**SOUTHERN UNIVERSITY SYSTEM
SHREVEPORT - BOSSIER CITY CAMPUS
SCHEDULE OF SECONDARY SUBRECIPIENTS OF
MAJOR FEDERAL PROGRAMS
FOR THE YEAR ENDED JUNE 30, 2005**

Federal Grantor	Federal CFDA or Other Number	Program Name	Activity	Secondary Subrecipient
(1)	(1)	(1)	(1)	(1)

(1) Southern University - Shreveport-Bossier City Campus - did not disburse any major federal program funds to secondary subrecipients during the year ended June 30, 2005.

See Independent Auditors' Report on Supplementary Information.

SCHEDULE XVII

**SOUTHERN UNIVERSITY SYSTEM
BOARD AND SYSTEM ADMINISTRATION
SCHEDULE OF STATE AGENCY/UNIVERSITY
SUBRECIPIENTS OF FEDERAL PROGRAMS
FOR THE YEAR ENDED JUNE 30, 2005**

Federal Grantor	Federal CFDA or Other Number	Program Name	Activity	State Agency or University Subrecipient
(1)	(1)	(1)	(1)	(1)

See Independent Auditors' Report on Supplementary Information.

SCHEDULE XVIII

**SOUTHERN UNIVERSITY SYSTEM
BATON ROUGE CAMPUS
SCHEDULE OF STATE AGENCY/UNIVERSITY
SUBRECIPIENTS OF FEDERAL PROGRAMS
FOR THE YEAR ENDED JUNE 30, 2005**

Federal Grantor	Federal CFDA or Other Number	Program Name	Activity	State Agency or University Subrecipient
U.S. Department of Defense	12.901	Analytical Support and Testing	\$ 259,835	The Shaw Group
U.S. Department of Defense	12.901	Student Mentor/Protégé Cooperative Program	2,363	The Shaw Group
U. S. National Aeronautics and Space Administration	43.002	CTR/Costal Zone	64,004	Louisiana State University
U.S. National Science Foundation	47.049	CCLM Intergrating Microcomputer Lab	16,116	McNeese State University
U.S. Department of Energy	81.086	Non-Cuprate Supercon	3,731	Louisiana State University
U.S. Department of Health and Human Services - National Institute of Health	93.389	Southern University/Louisiana State University Joint Engineering	(13,008)	Louisiana State University
U.S. Department of Health and Human Services - National Institute of Health	93.389	Southern Tech Training Program	31,075	City of Baton Rouge
U.S. Department of Health and Human Services - National Institute of Health	93.859	Cleavage of DMNPE	<u>2,151</u>	Louisiana State University
Total			\$ <u>366,267</u>	

See Independent Auditors' Report on Supplementary Information.

SCHEDULE XIX

**SOUTHERN UNIVERSITY SYSTEM
NEW ORLEANS CAMPUS
SCHEDULE OF STATE AGENCY/UNIVERSITY
SUBRECIPIENTS OF FEDERAL PROGRAMS
FOR THE YEAR ENDED JUNE 30, 2005**

Federal Grantor	Federal CFDA or Other Number	Program Name	Activity	State Agency or University Subrecipient
(1)	(1)	(1)	(1)	(1)

(1) Southern University - New Orleans Campus - did not disburse any federal program funds to state agency/university subrecipient during the year ended June 30, 2005.

See Independent Auditors' Report on Supplementary Information.

SCHEDULE XX

SOUTHERN UNIVERSITY SYSTEM
SHREVEPORT-BOSSIER CITY CAMPUS
SCHEDULE OF STATE AGENCY/UNIVERSITY
SUBRECIPIENTS OF FEDERAL PROGRAMS
FOR THE YEAR ENDED JUNE 30, 2005

Federal Grantor	Federal		Program Name	Activity	State Agency or University Subrecipient
	CFDA or	Other			
	Number				
(1)	(1)		(1)	(1)	(1)

(1) Southern University - Shreveport-Bossier City Campus - did not disburse any federal program funds to state state agency/university subrecipients during the year ended June 30, 2005

See Independent Auditors' Report on Supplementary Information.

SCHEDULE XXI

**SOUTHERN UNIVERSITY SYSTEM
BOARD AND SYSTEM ADMINISTRATION
SCHEDULE OF INTERAGENCY EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2005**

Federal Grantor/Program Name	Federal CFDA or Other		Primary State Agency	Activity
	Number			
(1)	(1)	(1)	(1)	(1)

(1) Southern University - Board and System did have any interagency expenditures of federal awards during the year ended June 30, 2005.

See Independent Auditors' Report on Supplementary Information.

SCHEDULE XXII

**SOUTHERN UNIVERSITY SYSTEM
BATON ROUGE CAMPUS
SCHEDULE OF INTERAGENCY EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2005**

Federal Grantor/Program Name	Federal CFDA or Other Number	Primary State Agency	Activity
U.S. Department of Agriculture - 1890 Institution Capacity Building Grants	10.216	Louisiana State University	\$ 41,130
U. S. Department of Agriculture - Special Supplemental Nutrition Program for Women, Infants and Children	10.557	Department of Health and Hospitals	2,958
U.S. National Security Agency - Mathematical Sciences Grants Program	12.901	Board of Regents	70,892
U.S. National Aeronautics and Space Administration - Aerospace Education Services Program	43.001	Louisiana State University	11,836
U.S. National Science Foundation - Computer and Information Science and Engineering	47.070	Louisiana State University	33,410
U.S. National Science Foundation - Computer and Information Science and Engineering	47.070	Board of Regents	500,069
U.S. Small Business Administration - Small Business Development Center	59.037	State of Louisiana	65,756
U.S. Department of Education - TRIO - Student Support Services	84.042	Board of Regents	2,885
U.S. Department of Education - TRIO - Upward Bound	84.047	Department of Education	5,277
U. S. Department of Education - Teacher Quality Enhancement Grants	84.336	Department of Education	19,112
U. S. Department of Health and Human Services - Biological Response to Environmental Health Hazards	93.113	Louisiana State University	111,429
U.S. Department of Health and Human Services - NIEHS Hazardous Waste Worker Health and Safety Training	93.142	Xavier University of Louisiana	32,804
U. S. Department of Health and Human Services - Coordinated Services and Access to Research for Women, Infants, Children and Youth	93.153	State of Louisiana	84
U. S. Department of Health and Human Services - Family Planning Services			
U.S. Department of Health and Human Services - National Center for Research Resources	93.389	Louisiana State University	224,575
U.S. Department of Health and Human Services - National Center for Research Resources	93.389	Department of Social Services	211,766
U. S. Department of Health and Human Services - Child Welfare Services Training Grant	93.648	Department of Social Services	257,298
U.S. Department of Health and Human Services - Foster Care - Title IV-E	93.658	Department of Social Services	8,188
U. S. Department of Homeland Security - Pre Disaster Mitigation Disaster Resistant Universities	97.063	Louisiana Military Department	9,262
Total Interagency Expenditures of Federal Awards			\$ 1,608,731

See Independent Auditors' Report on Supplementary Information.

SCHEDULE XXIII

**SOUTHERN UNIVERSITY SYSTEM
NEW ORLEANS CAMPUS
SCHEDULE OF INTERAGENCY EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2005**

<u>Federal Grantor/Program Name</u>	<u>Federal CFDA or Other Number</u>	<u>Primary State Agency</u>	<u>Activity</u>
U.S. National Science Foundation - Computer and Information Science and Engineering	47.070	Board of Regents	\$ 64,080
U.S. Small Business Administration - Small Business Development Center	59.037	Small Business Administration	84,589
U.S. Department of Health and Human Services - Foster Care Title IV-E	93.658	Department of Social Services	191,586
U.S. Department of Health and Human Services - Louisiana Youth Enhanced Services	CFMS-611406	Louisiana Department of Health and Hospitals	23,034
U.S. Department of Health and Human Services - Basic Elderly Crisis Council	CFMS-617497	Louisiana Department of Health and Hospitals	126,075
U.S. Department of Health and Human Services - National Center for Research Resources	93.389	Louisiana State University	99,188
U.S. Department of Agriculture Child Nutrition Program- NYSP Summer Food Program		Louisiana Department of Education	21,666
U.S. Department of Justice - Domestic Preparedness Equipment Program	2003-MU-T3-0022	Louisiana State University	<u>30,699</u>
Total Interagency Expenditures of Federal Awards			\$ 640,917

See Independent Auditors' Report on Supplementary Information.

SCHEDULE XXIV

**SOUTHERN UNIVERSITY SYSTEM
SHREVEPORT-BOSSIER CITY CAMPUS
SCHEDULE OF INTERAGENCY EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2005**

Federal Grantor/Program Name	Federal CFDA or Other Number	Primary State Agency	Activity
U. S. Department of Labor - COS Youth Network Training	17.27044	City of Shreveport	\$ 146,251
U. S. Department of Labor - McD Youth Training Program	17.27046	WTP	46,510
U. S. Department of Labor - CDA Training Program	17.27045	City of Shreveport	28,563
U.S. Department of Labor - Registered Apprenticeship and Other Training	17.201	Department of Labor	29,908
U.S. National Science Foundation - Computer and Information Science and Engineering	47.07	Louisiana Educational Quality Support Fund	14,935
U. S. Department of Education - Vocational Education - Basic Grants to States	84.048	Department of Education	604,786
U.S. Department of Health and Human Services - Biomedical Research and Research Training	93.880	National Institute of Health	73,354
Total Interagency Expenditures of Federal Awards			\$ 944,307

See Independent Auditors' Report on Supplementary Information.



Member
American Institute of
Certified Public Accountants
Society of Louisiana
Certified Public Accountants

Michael B. Bruno, CPA
Alcide J. Tervalon, Jr., CPA
Waldo J. Moret, Jr., CPA
Paul K. Andoh, Sr., CPA

**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE AND
ON INTERNAL CONTROL OVER FINANCIAL REPORTING
BASED ON AN AUDIT OF THE SCHEDULES OF
EXPENDITURES OF FEDERAL AWARDS PERFORMED IN ACCORDANCE
WITH GOVERNMENT AUDITING STANDARDS**

Dr. Ralph Slaughter, President
Southern University System
Baton Rouge, Louisiana 70813

We have audited the Schedules of Expenditures of Federal Awards of the Southern University System (**the University**) as of and for the year ended June 30, 2005, and have issued our report thereon dated April 28, 2006. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States. The component unit financial statements were audited by the State of Louisiana's Legislative Auditor whose report dated April 17, 2006 contained an unqualified opinion on the general purpose financial statements. As discussed in audit finding 2005-01, we were unable to audit the major programs of the New Orleans campus due to either the unavailability or destruction of records as a result of Hurricane Katrina.

Compliance

As part of obtaining reasonable assurance about whether **the University's** Schedules of Expenditures of Federal Awards are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests of compliance disclosed an instance of non-compliance that is required to be reported under Government Auditing Standards and which is described in the accompanying Schedule of Findings and Questioned Costs in Schedule II as audit finding 2005-01.

**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE AND
ON INTERNAL CONTROL OVER FINANCIAL REPORTING
BASED ON AN AUDIT OF THE SCHEDULES OF
EXPENDITURES OF FEDERAL AWARDS PERFORMED IN ACCORDANCE
WITH GOVERNMENT AUDITING STANDARDS**

(CONTINUED)

Dr. Ralph Slaughter, President
Southern University System

Internal Control Over Financial Reporting

In planning and performing our audit, except for the System III Loan Servicing Information system internal control categories at **the University's** contracted outside service center in connection with processing transactions for the NDSL/Perkins program, we considered **the University's** internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the Schedules of Expenditures of Federal Awards and not to provide assurance on the internal control over financial reporting.

For the information system internal control categories at the contracted outside service center, another accountant performed procedures to obtain reasonable assurance about whether (1) the description of controls related to the System III Loan Servicing System application of Campus Partners Servicing Group present fairly, in all material respects, the aspects of Campus Partners Servicing Group controls that may be relevant to a user organization's internal control structure as it relates to an audit of the financial statements, (2) the controls included in the description were suitably designed to achieve the control objectives specified in the description, if those controls were complied with satisfactorily, and (3) such controls had been placed in operation as of June 30, 2005. The other accountants' report has been furnished to us as of our report issuance date in which an unqualified opinion was expressed regarding the previous noted controls.

A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the Schedules of Expenditures of Federal Awards being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. Our consideration of the internal control over financial reporting would not necessarily disclose all matters the internal control that might be reportable conditions and, accordingly would not necessarily disclose all reportable conditions that are also considered to be material weaknesses. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses.

**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE AND
ON INTERNAL CONTROL OVER FINANCIAL REPORTING
BASED ON AN AUDIT OF THE SCHEDULES OF
EXPENDITURES OF FEDERAL AWARDS PERFORMED IN ACCORDANCE
WITH GOVERNMENT AUDITING STANDARDS**

(CONTINUED)

Dr. Ralph Slaughter, President
Southern University System

Also, we noted that other accountants for the service bureau expressed an unqualified opinion on specific controls tested.

This report is intended for the information and use of the President, management and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Bruno & Tervalon LLP
BRUNO & TERVALON LLP
CERTIFIED PUBLIC ACCOUNTANTS

April 28, 2006



Member
American Institute of
Certified Public Accountants
Society of Louisiana
Certified Public Accountants

Michael B. Bruno, CPA
Alcide J. Tervalon, Jr., CPA
Waldo J. Moret, Jr., CPA
Paul K. Andoh, Sr., CPA

**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE
WITH REQUIREMENTS APPLICABLE
TO EACH MAJOR PROGRAM AND INTERNAL CONTROL OVER
COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133**

Dr. Ralph Slaughter, President
Southern University System
Baton Rouge, Louisiana 70813

Compliance

We have audited the compliance of the Southern University System (**the University**) with the types of compliance requirements described in the U. S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement that are applicable to each of its major federal programs for the year ended June 30, 2005. The component unit financial statements were audited by the State of Louisiana's Legislative Auditor whose report dated April 17, 2006 contained an unqualified opinion on the general purpose financial statements. **The University's** major federal programs are identified in the summary of independent auditors' results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of **the University's** management. Our responsibility is to express an opinion on **the University's** compliance based on our audit.

Except as discussed in the following paragraph, we conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America, the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States; and OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about **the University's** compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on **the University's** compliance with those requirements.

**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE
WITH REQUIREMENTS APPLICABLE
TO EACH MAJOR PROGRAM AND INTERNAL CONTROL OVER
COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133
(CONTINUED)**

Dr. Ralph Slaughter, President
Southern University System

As described in item 2005-01 in the accompanying schedule of findings and questioned costs, we were unable to obtain sufficient documentation supporting the compliance of **the University** with the Student Financial Assistance Program and the Higher Educational - Institutional Aid Program regarding all applicable compliance requirements, nor were we able to satisfy ourselves as to **the University's** compliance with those requirements by auditing procedures. In addition, and as described in item 2005-06 in the accompanying schedule of findings and questioned costs, **the University** did not comply with the requirements regarding the Special Tests and Provisions requirement that are applicable to its Student Financial Assistance Program - Return of Title IV Funds. Compliance with such requirements is necessary, in our opinion, for the University to comply with the requirements applicable to the Student Financial Assistance Program.

In our opinion, except for the noncompliance described in the preceding paragraph, **the University** complied, in all material respects, with the requirements referred to previously that are applicable to each of its major federal programs for the year ended June 30, 2005. The results of our auditing procedures also disclosed instances of noncompliance with those requirements that are required to be reported in accordance with OMB Circular A-133 and which are described in the accompanying schedule of findings and questioned costs as audit findings 2005-02, 2005-03, 2005-04, 2005-05, and 2005-07.

Resolving the instances of noncompliance is the responsibility of the management of **the University**, and federal officials. The determination of whether the identified instances of noncompliance will ultimately result in a disallowance of costs cannot be presently determined. Accordingly, no adjustments for any disallowances that may result has been made to the federal program amounts listed in the accompanying Schedules of Expenditures of Federal Awards.

We did not audit **the University's** compliance with certain regulations governing the processing of student loans for the NDSL/Perkins program as set forth therein relative to participation in the Federal Student Financial Assistance Programs. Those administrative requirements govern functions performed by the service bureau. Since we did not apply auditing procedures to satisfy ourselves regarding compliance with those requirements, the scope of our work was not sufficient to enable us to express, and we do not express, an opinion on compliance with those requirements.

**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE
WITH REQUIREMENTS APPLICABLE
TO EACH MAJOR PROGRAM AND INTERNAL CONTROL OVER
COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133
(CONTINUED)**

Dr. Ralph Slaughter, President
Southern University System

The outside service center's compliance assertions with respect to its servicing of the Federal Perkins Loan Program for **the University** was examined by another accountant, whose report was furnished to us as of our report issuance date. Based on our review of the other accountants report, we have determined that all of the compliance requirements included in the OMB Circular A-133 Compliance Supplement that are applicable to the programs in which **the University** participates are addressed in either our report or the report of the other accountant. The independent accountant indicated that no findings or questioned costs were noted as a result of the compliance attestation examination on the service bureau.

Internal Control Over Compliance

The management of **the University** is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, except for the functions performed at **the University** contracted outside service center in connection with processing transactions for the NDSL/Perkins program, we considered **the University's** internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133.

For the internal control over compliance categories at the contracted service center, another accountant examined management's assertions with respect to establishing internal control systems that assured compliance with reporting, Perkins collections and due diligence, and servicer eligibility. The other accountants' report has been furnished to us as of our report issuance date.

We noted certain matters involving the internal control over compliance and its operation that we consider to be reportable conditions. Reportable conditions involve matters coming to our attention relating to significant deficiencies in the design or operation of the internal control over compliance that, in our judgment, could adversely affect **the University's** ability to administer a major federal program in accordance with the applicable requirements of laws, regulations, contracts, and grants. Reportable conditions are described in the accompanying schedule of findings and questioned costs as item numbers 2005-02, 2005-03, 2005-05, and 2005-07.

**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE
WITH REQUIREMENTS APPLICABLE
TO EACH MAJOR PROGRAM AND INTERNAL CONTROL OVER
COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133
(CONTINUED)**

Dr. Ralph Slaughter, President
Southern University System

A material weakness is a condition in which the design or operation of one or more of the internal control components do not reduce to a relatively low level the risk that noncompliance with applicable requirements of laws, regulations, contracts, and grants that would be material in relation to a major federal program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be reportable conditions, and accordingly, would not necessarily disclose all reportable conditions that are also considered to be material weaknesses. However, of the reportable conditions described above, we consider audit findings 2005-02, 2005-03, 2005-05 to be material weaknesses.

Also, we noted that other accountants for the outside service center indicated that there were no findings or questioned costs noted during the current year's attestation examination.

This report is intended solely for the information and use of the President, management and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Bruno & Tervalon LLP
BRUNO & TERVALON LLP
CERTIFIED PUBLIC ACCOUNTANTS

April 28, 2006

SCHEDULE I

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS -
SUMMARY OF THE INDEPENDENT AUDITORS' RESULTS**

**SOUTHERN UNIVERSITY SYSTEM
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
SUMMARY OF THE INDEPENDENT AUDITORS' RESULTS
FOR THE YEAR ENDED JUNE 30, 2005**

1. Type of report issued on the financial statements: Unqualified.
2. Did the audit disclose any reportable conditions in internal control: No.
3. Were any of the reportable conditions material weaknesses: N/A.
4. Did the audit disclose any noncompliance which is material to the financial statements of the organization: No.
5. Did the audit disclose any reportable conditions in internal control over major programs: Yes.
6. Were any of the reportable conditions in internal control over major programs material weaknesses: Yes.
7. Type of report issued on compliance for major programs: Unqualified for all major programs except for the Student Financial Aid Cluster and the Higher Educational-Institutional Aid, which was qualified.
8. Did the audit disclose any audit findings which the independent auditors are required to report under OMB Circular A-133, Section 510(a): Yes.
9. The following is an identification of major programs:

<u>CFDA Number</u>	<u>Federal Program</u>
17.259	Workforce Investment Act/Youth Activities
84.007	Federal Supplemental Educational Opportunity Grants
84.032	Federal Family Education Loans
84.033	Federal Work Study Program
84.048	Vocational Education - Basic Grants to States
84.027	Special Education - Grants to States
84.031	Higher Educational - Institutional Aid

**SOUTHERN UNIVERSITY SYSTEM
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
SUMMARY OF THE INDEPENDENT AUDITORS' RESULTS
FOR THE YEAR ENDED JUNE 30, 2005**

<u>CFDA Number</u>	<u>Federal Program</u>
84.063	Federal Pell Grant Program
84.268	Federal Direct Student Loan
93.558	Temporary Assistance for Needy Families (TANF)
93.658	Foster Care - Title IV-E
93.925	Scholarships for Students from Disadvantage Backgrounds
Various	Research and Development Cluster

10. The dollar threshold used to distinguish between Type A and Type B Programs, as described in OMB Circular A-133, Section 520(b) is as follows:

<u>Program</u>	<u>Amount</u>
Type A	Major Program Determination Performed on a State Level.

11. Did the auditee qualify as a low-risk auditee under OMB Circular A-133, Section 530:
No.

SCHEDULE II

FINANCIAL STATEMENT AND FEDERAL AWARD FINDING

SCHEDULE II

**SOUTHERN UNIVERSITY SYSTEM
NEW ORLEANS CAMPUS
FINANCIAL STATEMENT AND FEDERAL AWARD FINDING
FOR THE YEAR ENDED JUNE 30, 2005**

COMPLIANCE

Audit Finding Reference Number

2005-01 - Destruction / Unavailability of Records

Federal Program and Specific Federal Award identification

CFDA Title and Number

84.031	Higher Educational - Institutional Aid
Various	Student Financial Aid Cluster

Condition and Perspective

As a result of Hurricane Katrina which occurred on August 29, 2005, the Southern University at New Orleans Campus suffered extensive wind and water damage, which destroyed some records and made others unavailable for review. As a result, the Higher Educational - Institutional Aid program and the Student Financial Aid Cluster at Southern University at New Orleans Campus were not audited.

Recommendation

We recommend that management of the University discuss these matters with the Legislative Auditor and the related federal funding sources in an effort to determine what corrective action should be undertaken.

We also recommend that management of the University take immediate steps to evaluate the campus' disaster recovery plan to ensure that records and supporting documentation are properly safeguarded.

SCHEDULE III

FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

SCHEDULE III

**SOUTHERN UNIVERSITY SYSTEM
BATON ROUGE CAMPUS
FEDERAL AWARD FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2005**

COMPLIANCE

Audit Finding Reference Number

Questioned Costs

2005-02 - Satisfactory Academic Progress \$6,836

Federal Program and Specific Federal Award identification

CFDA Title and Number

84.063 Federal Pell Grant Program
84.032 Federal Family Education Loans (FFEL)

Federal Award Year

June 30, 2005

Federal Agencies

Department of Education

Pass-Through Entity

Not applicable

Criteria

Title IV regulations, 34 CFR Section 668.32(f) stipulates that students participating in the Title IV Federal Financial Aid programs must be maintaining satisfactory progress in the course of study he or she is pursuing, according to the standards and practices of that institution to receive student financial aid.

OMB Circular A-133 Compliance Supplement, Part 5 Appendix A, Student Financial Assistance - Student Eligibility Compliance Requirement Number (6) stipulates that a student must maintain good standing, or satisfactory progress. Title IV regulation 34 CFR 668.16(e) stipulates that an institute must establish, publish and apply reasonable standards for measuring satisfactory academic progress.

**SOUTHERN UNIVERSITY SYSTEM
BATON ROUGE CAMPUS, CONTINUED
FEDERAL AWARD FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2005**

COMPLIANCE, CONTINUED

Audit Finding Reference Number

2005-02 - Satisfactory Academic Progress, Continued

Condition and Perspective

We noted during our audit that one (1) students out of sixty (60) tested was awarded and received financial aid, although the students did not meet the University's standards for achieving satisfactory academic progress. The University awarded the student financial aid based on the student receiving academic amnesty from the University.

Cause

It appears that the University inadvertently disbursed aid to an academically ineligible student.

Questioned Costs

For purposes of the condition relative to the one (1) student, we have questioned costs totaling \$6,836 as follows:

<u>Program</u>	<u>Amount</u>
Federal Pell	\$ 2,000
FFEL	<u>4,836</u>
Total	<u>\$ 6,836</u>

Effect

It appears that the University disbursed financial aid to a student that did not maintain satisfactory academic progress.

**SOUTHERN UNIVERSITY SYSTEM
BATON ROUGE CAMPUS, CONTINUED
FEDERAL AWARD FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2005**

COMPLIANCE, CONTINUED

Audit Finding Reference Number

2005-02 - Satisfactory Academic Progress, Continued

Recommendation

We recommend that the University adhere to established policies and procedures as documented in the revised satisfactory academic progress policy and monitor the academic standing of all students prior to awarding student financial aid.

SCHEDULE III

**SOUTHERN UNIVERSITY SYSTEM
BATON ROUGE CAMPUS, CONTINUED
FEDERAL AWARD FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2005**

COMPLIANCE, CONTINUED

Audit Finding Reference Number

2005-03 - Return of Title IV Funds

Questioned Costs

\$2,214

Federal Program and Specific Federal Award identification

CFDA Title and Number

84.032 - Federal Family Education Loan (FFEL)

84.063 - Federal Pell Grant Program (PELL)

Federal Award Year

June 30, 2005

Federal Agencies

Department of Education

Pass-Through Entity

Not applicable

Criteria

OMB Circular A-133 Compliance Supplement, Part 5 Section (N)(4) specifies that when a student receives Title IV assistance and withdraws from an institution, the institution must determine the amount of Title IV aid earned by the student as of the withdrawal date. The difference between any amount earned that is less than the amount disbursed must be returned to the Title IV program within the prescribed time frame. The regulations also state that **the University** must determine whether or not students receiving a grade of "F" in all courses attempted, actually unofficially withdrew from the University, which would require a Return of Title IV funds calculation, if the student withdrew during the prescribed time frame.

**SOUTHERN UNIVERSITY SYSTEM
BATON ROUGE CAMPUS, CONTINUED
FEDERAL AWARD FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2005**

COMPLIANCE, CONTINUED

Audit Finding Reference Number

2005-03 - Return of Title IV Funds, Continued

Condition and Perspective

During our audit, we noted the following conditions during our audit:

- We obtained a listing of two hundred and eighty (280) students that received grades of "F" for all classes enrolled, yet management has not yet determined if the students unofficially withdrew from the University, the date of the withdrawal, and if and what types of aid the students received. All students that unofficially withdrew from the University would require a Return of Title IV funds calculation.
- Seven (7) students out of twenty (20) students tested whose Return of Title IV Funds calculations were done incorrectly. This resulted in an underpayment by the University of \$992, of which \$435 related to the FFEL Program and \$557 related to the PELL grant program;
- Three (3) students out of twenty (20) students tested had a federal grant overpayment and such funds were neither returned to the Department of Education, or included in a repayment agreement with the University or the Department of Education. The amount of the grant overpayment totaled \$1,222. We also noted that two (2) of the aforementioned three (3) students were not notified of the grant overpayment.

Cause

The University failed to adhere to established procedures in processing certain refunds.

Questioned Costs

For purposes of this condition, we have questioned costs totaling \$2,214 , which consisted of \$992 for the seven (7) students whose calculations were done incorrectly and \$1,222 for the three (3) students whose grant overpayment was not returned or a repayment agreement executed with the Department of Education.

For the two hundred and eighty (280) students receiving all grades of "F", we were unable to determine the amount of questioned costs due to the lack of information.

SCHEDULE III

**SOUTHERN UNIVERSITY SYSTEM
BATON ROUGE CAMPUS, CONTINUED
FEDERAL AWARD FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2005**

COMPLIANCE, CONTINUED

Audit Finding Reference Number

2005-03 - Return of Title IV Funds, Continued

Effect

The University has not complied with Title IV regulations that specify if a student withdraws from school within a certain time frame a refund must be processed, calculated properly and remitted to the Title IV program in accordance with established time frames.

Recommendation

We recommend that management immediately make the necessary determination as to whether or not the students unofficially withdrew from the University, prepare the Return of Title IV Funds calculation, and return the funds to the Department of Education.

We also recommend that **the University** establish policies and procedures to ensure that Return of Title IV Funds calculations are prepared for those students that unofficially withdraw from the University.

SCHEDULE III

**SOUTHERN UNIVERSITY SYSTEM
BATON ROUGE CAMPUS, CONTINUED
FEDERAL AWARD FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 3005**

INTERNAL CONTROL OVER COMPLIANCE AND COMPLIANCE

Audit Finding Reference Number

Questioned Costs

2005-04 - Verification

\$ 6,340

Federal Program and Specific Federal Award identification

CFDA Title and Number

84.063 Federal Pell Grant Program

Federal Award Year

June 30, 2005

Federal Agencies

U. S. Department of Education

Pass-Through Entity

Not applicable

Criteria

OMB Circular A-133 Compliance Supplement, Part 5, Student Financial Assistance Programs, Section III, Part N - Special Test and Provisions stipulate that **the University** is required to establish written policies and procedures that incorporate the provisions of 34 CFR sections 668.51 through 668.61 for verifying applicant information. **The University** shall require each applicant whose application is selected by the central processor, based on edits specified by ED, to verify the information specified in 34 CFR sections 668.56.

Conditions and Perspectives

During our audit we noted two (2) students out of forty-one (41) tested whose verification information was conflicting with the verified documentation.

SCHEDULE III

**SOUTHERN UNIVERSITY SYSTEM
BATON ROUGE CAMPUS, CONTINUED
FEDERAL AWARD FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2005**

**INTERNAL CONTROL OVER COMPLIANCE AND
COMPLIANCE, CONTINUED**

Audit Finding Reference Number

2005-04 - Verification, Continued

Cause

It appears that the University did not properly ensure that all required verifiable information was correct prior to the awarding and disbursing of financial aid.

Questioned Costs

For purposes of this condition, we have questioned costs totaling \$6,340 as follows:

<u>Program</u>	<u>Amount</u>
Federal PELL Grant	\$3,800
FFEL	<u>2,540</u>
Total	<u>\$6,340</u>

Effect

The University disbursed financial aid to students who had not completed the verification process.

Recommendation

We recommend that management of the University adhere to established procedures to ensure that all verification information is obtained and verified prior to the disbursement of financial aid.

**SOUTHERN UNIVERSITY SYSTEM
BATON ROUGE CAMPUS, CONTINUED
FEDERAL AWARD FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 3005**

INTERNAL CONTROL OVER COMPLIANCE AND COMPLIANCE

Audit Finding Reference Number

2005-05 - Federal Work-Study

Questioned Costs

\$87

Federal Program and Specific Federal Award identification

CFDA Title and Number

84.033 Federal Work-Study Program

Federal Award Year

June 30, 2005

Federal Agencies

U. S. Department of Education

Pass-Through Entity

Not applicable

Criteria

Record keeping requirements, 34CFR 675.19(b) cite that a school must follow the record retention and examination provisions and establish and maintain program and fiscal records that are reconciled at least monthly.

Conditions and Perspectives

During our audit of the federal work-study program, we noted the following conditions:

- We noted that for two (2) out of ten (10) students tested, the hours reported on the student's time sheet did not agree to the hours in which the students were paid. The excess wages paid totaled \$18.
- Three (3) out of ten (10) students tested did not have all required approval signatures on the student's time sheet.

**SOUTHERN UNIVERSITY SYSTEM
BATON ROUGE CAMPUS, CONTINUED
FEDERAL AWARD FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2005**

**INTERNAL CONTROL OVER COMPLIANCE AND
COMPLIANCE, CONTINUED**

Audit Finding Reference Number

2005-05 - Federal Work-Study, Continued

Conditions and Perspectives, Continued

- Three (3) out of ten (10) students selected for testing worked while scheduled to be in class. The excess wages paid totaled \$69.

Cause

The University did not properly adhere to established University procedures which require University personnel to reconcile fiscal records on a monthly basis and to ensure that students do not receive federal work-study payments in excess of amounts earned and that students do not work during scheduled class periods.

Questioned Costs

For purposes of this condition, we have questioned costs totaling \$87.

Effect

The University is not in compliance with federal regulations.

Recommendation

We recommend that management of the University adhere to established policies and procedures regarding the work-study program.

SCHEDULE III

**SOUTHERN UNIVERSITY SYSTEM
SHREVEPORT/BOSSIER CITY CAMPUS
FEDERAL AWARD FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2005**

COMPLIANCE, CONTINUED

<u>Audit Finding Reference Number</u>	<u>Questioned Costs</u>
2005-06 - Return of Title IV Funds	\$ <u>-0-</u>

Federal Program and Specific Federal Award identification

CFDA Title and Number

84.032 - Federal Family Education Loan (FFEL)
84.063 - Federal Pell Grant Program (PELL)

Federal Award Year

June 30, 2005

Federal Agencies

Department of Education

Pass-Through Entity

Not applicable.

Criteria

OMB Circular A-133 Compliance Supplement, Part 5 Section (N)(4) specifies that when a student receives Title IV assistance and withdraws from an institution, the institution must determine the amount of Title IV aid earned by the student as of the withdrawal date. The difference between any amount earned that is less than the amount disbursed must be returned to the Title IV program within the prescribed time frame. The regulations state that **the University** must determine whether or not students receiving a grade of "F" in all courses attempted, actually unofficially withdrew from the University, which would require a Return of Title IV funds calculation if the student withdrew during the prescribed time frame.

**SOUTHERN UNIVERSITY SYSTEM
SHREVEPORT/BOSSIER CITY CAMPUS, CONTINUED
FEDERAL AWARD FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2005**

COMPLIANCE, CONTINUED

Audit Finding Reference Number

2005-06 - Return of Title IV Funds, Continued

Condition and Perspective

We noted during our audit that there were four hundred and eighty two (482) students that received grades of "F" for all classes enrolled, yet management has not yet determined if the students unofficially withdrew from the University or the date of the withdrawal. All students that unofficially withdrew from the University would require a Return of Title IV funds calculation.

Cause

The University failed to adhere to established procedures in processing certain refunds.

Questioned Costs

For the four hundred and eighty two (482) students, we were unable to determine the amount of the questioned costs related to the Return of Title IV Funds calculation for those students who the University has yet to determined whether or not the students unofficially withdrew from the University.

**SOUTHERN UNIVERSITY SYSTEM
SHREVEPORT/BOSSIER CITY CAMPUS, CONTINUED
FEDERAL AWARD FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2005**

COMPLIANCE, CONTINUED

Audit Finding Reference Number

2005-06 - Return of Title IV Funds , Continued

Effect

The University has not complied with Title IV regulations that specify if a student withdraws from school within a certain time frame a refund must be processed, calculated properly, and remitted to the Title IV program in accordance with established time frames.

Recommendation

We recommend that management immediately make the necessary determination as to whether or not the students unofficially withdrew from the University, prepare the Return of Title IV Funds calculation, and return the funds to the Department of Education.

We also recommend that **the University** establish policies and procedures to ensure that Return of Title IV Funds calculations are prepared for those students that unofficially withdraw from the University.

SCHEDULE III

**SOUTHERN UNIVERSITY SYSTEM
SHREVEPORT/BOSSIER CITY CAMPUS, CONTINUED
FEDERAL AWARD FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2005**

COMPLIANCE

Audit Finding Reference Number

Questioned Costs

2005-07 - Satisfactory Academic Progress \$16,680

Federal Program and Specific Federal Award identification

CFDA Title and Number

84.063 Federal Pell Grant Program
84.032 Federal Family Education Loans (FFEL)

Federal Award Year

June 30, 2005

Federal Agencies

Department of Education

Pass-Through Entity

Not applicable

Criteria

Title IV regulations, 34 CFR Section 668.32(f) stipulates that students participating in the Title IV Federal Financial Aid programs must be maintaining satisfactory progress in the course of study he or she is pursuing, according to the standards and practices of that institution to receive student financial aid.

OMB Circular A-133 Compliance Supplement, Part 5 Appendix A, Student Financial Assistance - Student Eligibility Compliance Requirement Number (6) stipulates that a student must maintain good standing, or satisfactory progress. Title IV regulation 34 CFR 668.16(e) stipulates that an institute must establish, publish and apply reasonable standards for measuring satisfactory academic progress.

**SOUTHERN UNIVERSITY SYSTEM
SHREVEPORT/BOSSIER CITY CAMPUS, CONTINUED
FEDERAL AWARD FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2005**

COMPLIANCE, CONTINUED

Audit Finding Reference Number

2005-07 - Satisfactory Academic Progress, Continued

Condition and Perspective

We noted during our audit that five (5) students out of sixty (60) tested were awarded and received financial aid, although the students did not meet the University's standards for achieving satisfactory academic progress.

Cause

It appears that the University inadvertently disbursed aid to academically ineligible students.

Questioned Costs

For purposes of the condition relative to the five (5) students, we have questioned costs totaling \$16,680 as follows:

<u>Program</u>	<u>Amount</u>
Federal Pell	\$ 15,694
FFEL	<u>986</u>
Total	<u>\$ 16,680</u>

Effect

It appears that the University disbursed financial aid to a student that did not maintain satisfactory academic progress.

**SOUTHERN UNIVERSITY SYSTEM
SHREVEPORT/BOSSIER CITY CAMPUS, CONTINUED
FEDERAL AWARD FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2005**

COMPLIANCE, CONTINUED

Audit Finding Reference Number

2005-07 - Satisfactory Academic Progress, Continued

Recommendation

We recommend that the University adhere to established policies and procedures as documented in the revised satisfactory academic progress policy and monitor the academic standing of all students prior to awarding student financial aid.

**SOUTHERN UNIVERSITY SYSTEM
EXIT CONFERENCE**

An exit conference was held with representatives of the University. Those individuals participating were as follows:

SOUTHERN UNIVERSITY SYSTEM

Dr. Ralph Slaughter, CPA	-- President of the Southern University System
Mr. Tolor E. White	-- System Vice President for Finance and Business Affairs and Comptroller
Dr. Edward R. Jackson	-- Chancellor - SUBR
Mr. Flandus McClinton, Jr., CPA	-- Vice Chancellor for Finance and Administration
Dr. C. Norman St. Amant	-- Vice Chancellor of Enrollment Management
Ms. Gwen Bennett, CPA	-- Associate Vice Chancellor
Mr. Mark Trapania, CPA	-- Director of Internal Audit
Ms. Linda Catalon	-- Office of Internal Audit
Dr. Gerald Williams	-- Comptroller - SUNO
Dr. Ray Belton	-- Chancellor-SUSBO
Mr. Benjamin Pugh	-- Vice Chancellor for Fiscal Affairs

**BRUNO & TERVALON LLP
CERTIFIED PUBLIC ACCOUNTANTS**

Mr. Michael B. Bruno, CPA	-- Managing Partner
Mr. Sean M. Bruno, CPA	-- Audit Manager

**SOUTHERN UNIVERSITY SYSTEM
AUDIT INFORMATION SCHEDULE**

Lead Auditor: Bruno & Tervalon LLP
Certified Public Accountants
Michael B. Bruno, CPA, Managing Partner
Sean M. Bruno, Manager

Telephone Number: (504) 284-8733

License Number: L1218

The audit field work was performed between July 1, 2005 and March 12, 2006 at the institutions's facilities as follows:

<u>LOCATION</u>	<u>DESCRIPTION OF FACILITY</u>
Baton Rouge	Main Campus
New Orleans	Branch Campus
Shreveport-Bossier City	Branch Campus

Institution's Accrediting Organization:

Southern Association of Colleges and Schools, and
The National Council for Accreditation of Teacher Education.

The institution utilizes a SFA Servicer:

Campus Partners Servicing Group
2400 Reynoldo Road
Winston-Salem, North Carolina

The following functions are provided by this SFA Servicer:

1. Billing Students - Perkins Loans
2. Collection of Loan principal and interest - Perkins Loans
3. Processing of cancellations and deferments - Perkins Loans

A review of the Servicer's compliance with Title IV regulations was performed by the service bureau's independent public accountant.

**SOUTHERN UNIVERSITY SYSTEM
AUDIT INFORMATION SCHEDULE, CONTINUED**

Records for the accounting and administration of the SFA programs are located at:

Baton Rouge Campus:	Baton Rouge, Louisiana
New Orleans Campus:	6400 Press Drive New Orleans, Louisiana
Shreveport- Bossier City Campus	3050 Martin Luther King Drive Shreveport, Louisiana



Office of the Chancellor
P. O. Box 9374
[225] 771-5020
FAX [225] 771-2018

June 21, 2006

Bruno & Tervalon, LLP
Certified Public Accountants
4298 Elysian Fields Avenue
New Orleans, LA 70122

Attention: Michael Bruno

Dear Mr. Bruno:

I am transmitting the University's response to the findings cited in the **Federal Awards Financial and Compliance Audit for the year ended June 30, 2005.**

I am deeply indebted to you and your staff for the cooperation and professional manner in which this audit was conducted. If you have any questions or require additional information, please contact Mr. Flandus McClinton, Jr., Vice Chancellor for Finance and Administration, at (225) 771-5021.

Sincerely,

Edward R. Jackson
Chancellor, SUBR

/kkw

Attachments

cc: Mr. Flandus McClinton, Jr.
Dr. Norman C. St. Amant

SOUTHERN UNIVERSITY AT BATON ROUGE
RESPONSE TO FEDERAL AWARDS FINANCIAL AND COMPLIANCE AUDIT
FOR THE YEAR ENDED JUNE 30, 2005

AUDIT FINDING REFERENCE NUMBER

2005-02 – Satisfactory Academic Progress

Response:

We concur that the University inadvertently disbursed aid to one academically ineligible student. The Office of Student Financial Aid inadvertently disbursed aid to a student who declared academic clemency. This was clearly an oversight. The University will continue to adhere to established policies and procedures as documented in the satisfactory academic progress policy and University Handbook. The academic standing of all students will be closely monitored prior to awarding and disbursing financial aid.

AUDIT FINDING REFERENCE NUMBER

2005-03 – Return of Title IV Funds

Response:

The University is currently reevaluating its procedures as it relates to unofficial withdrawals. Due to its complicated nature, the entire process will be revisited. The University has identified all students who received a grade of "F" in all classes and is in the process of identifying those students who unofficially withdrew. Funds will be returned to the appropriate Title IV agency for all students who unofficially withdrew from the University.

The seven (7) Return to Title IV Refunds were calculated using the date the student turned in the withdrawal form to the Registrar's Office instead of the date that the student initiated the withdrawal process. When the Registrar's Office electronically submitted the listing of withdrawals, including the date of withdrawal to the Bursar's Office, the later withdrawal date was submitted for these students. The Bursar's Office used this withdrawal date to perform the Return to Title IV calculations. The Registrar's Office will be required to electronically submit the date the student begins the withdrawal process.

The University will continue to adhere to established procedures for monitoring and processing federal grant overpayments.

AUDIT FINDING REFERENCE NUMBER

2005-04 – Verification

Response:

The University will continue to adhere to established policies and procedures to ensure that all students selected for verification completes the verification process and that the verifiable information is correct prior to awarding and disbursing financial aid.

AUDIT FINDING REFERENCE NUMBER

2005-05 – Federal Work-Study

Response:

In our continuing efforts to improve the quality of services to our federal work-study students, the University implemented an electronic time reporting system during the 2004-2005 academic year. Overall, the system has proven to be effective. However, as with most first-year implementations, discrepancies do occur. We are ensuring that all discrepancies are promptly identified and corrected. The University will revise its procedures for the federal work-study electronic time reporting system to ensure that all applicable controls are followed by departmental supervisors. In addition, the federal work study supervisor in the Office of Student Financial Aid will be required to monitor the documentation submitted by the department to ensure compliance with prescribed policies and procedures for the Federal Work-Study program.

A receivable will be posted to the applicable students' account for payment of excess wages and the funds will be returned to the Federal Work-Study account.



SOUTHERN UNIVERSITY AT NEW ORLEANS

6400 Press Drive
New Orleans, LA 70126
(504) 286-5117
FAX (504) 284-5473

**OFFICE OF THE
VICE CHANCELLOR FOR ADMINISTRATION**

April 20, 2006

Dr. Victor Ukpolo
Chancellor
Southern University at New Orleans
New Orleans, LA 70126

Dear Dr. Ukpolo:

Mr. Michael Bruno, Managing Partner for the firm of Bruno and Tervalon, LLP, Certified Public Accountants, has requested that the University give him a final answer as to the availability of records needed by his firm to complete the System University System audit of Expenditures of Federal Awards for fiscal year 2004-05. Two major components of this audit are the audit of Student Financial Aid and Grants at Southern University at New Orleans.

As indicated in the attached letters, Mrs. Ursula Shorty, Financial Aid Director and Mr. Woodie White, Interim Comptroller have indicated that they are unable to provide the documents needed for the audits. Mrs. Shorty has indicated that the Financial Aid Office employees are unable to retrieve records from the Financial Aid Office due to the condition of the building caused by Hurricane Katrina. Mr. White has indicated that records he believes are essential to the audit have been destroyed by the flooding of the Comptroller's Office.

The inability to provide records pertinent to the audit will have a material effect on the opinion rendered by the auditors. Mr. Bruno has indicated that he will issue a qualified opinion indicating the conditions caused by Hurricane Katrina as the reason for issuing such an opinion. He believes that this will not adversely affect the System because a number of agencies affected by Hurricanes Katrina and Rita find themselves in the same position.

It is unlikely that we will be able to provide all documents necessary for completion of the audit. I am therefore requesting that we inform Mr. Bruno of the unavailability of the records needed to complete the audit. Please contact me if you have any questions.

Sincerely,

Gloria A. Matthews
Vice Chancellor for Administration and Finance

Attachments

cc: Dr. Ralph Slaughter
Mr. Tolor White



OFFICE OF THE CHANCELLOR

**SOUTHERN UNIVERSITY
AT SHREVEPORT**

June 20, 2006

Bruno & Tervalon LLP
Certified Public Accountants
4298 Elysian Fields Avenue
New Orleans, LA 70122

Attention: Sean Bruno

Dear Mr. Bruno:

I am transmitting per your request, responses to audit findings for Southern University-Shreveport for the fiscal year ending June 30, 2005. We are deeply indebted to your staff for the cooperation and professional manner in which this audit was conducted.

If you have any questions or require additional information, please contact Mr. Benjamin Pugh at (318) 674-3481.

Sincerely,

A handwritten signature in cursive script that reads "Ray L. Belton / RLB".

Dr. Ray L. Belton
Chancellor

cc: Benjamin Pugh
Tolor White

Southern University-Shreveport
Responses to Single Audit for the Year Ended June 30, 2005

2005-06 - Return of Title IV Funds

-0-

Condition and Perspective

We noted during our audit that there were four hundred and eighty two (482) students that received grades of "F" for all classes enrolled; yet management has not yet determined if the students unofficially withdrew from the University or the date of the withdrawal. All students that unofficially withdrew from the University would require a Return of Title IV funds calculation.

Response

The University is in the process of reviewing current procedures and has already begun the process of determining whether or not students unofficially withdrew from the University. We will then prepare the Return of Title IV funds calculation and return the funds to the Department of Education.

Southern University-Shreveport
Responses to Single Audit for the Year Ended June 30, 2005

2005-07 - Satisfactory Academic Progress

-0-

Condition and Perspective

We noted during our audit that five (5) students out of sixty (60) tested were awarded and received financial aid, although the students did not meet the University's standards for achieving satisfactory academic progress.

Response

The University will adhere to established policies and procedures as documented in the revised satisfactory academic progress policy and monitor the academic standing of all students prior to awarding student financial aid.

Additionally, a workshop for all members of the university's appeals committee is being planned to ensure compliance with the university's procedures.

**SCHEDULE 8-3
SUMMARY SCHEDULE OF PRIOR FEDERAL AUDIT FINDINGS**

Name: Southern University and A&M College System
Hospital/College/University
For the Year Ended June 30, 2005

Finding Title: Satisfactory Academic Progress

Reference Number(s): F-04-ED-SUBR-1
(from attached schedule of findings, may include more than one)

Single Audit Report Year: 2004

Initial Year of Finding: 2004

Amount of Questioned Costs in Finding (if applicable): \$20,587

Page Number (from Single Audit Report): 74

Program Name(s): Federal Pell Grant Program, Federal Family Education Loans (FFEL), Federal Work Study Program (CWS) and Federal Supplemental Educational Opportunity Grant (SEOG)

Federal Grantor Agency: Department of Education

CFDA Number(s): 84.063, 84.032, 84.033, 84.007

Status of Questioned Costs (check one):

- ☒ Resolved
☐ Unresolved
☐ No Further Action Needed

Briefly describe the status of the Questioned Costs. Were they refunded to the federal government? Are they still in negotiation?

Funds were returned as follows: Pell \$5,569; FFEL Funds \$14,792.50.

Status of Finding (check one):

Fully Corrected	<u>X</u>	Not Corrected	_____
Partially Corrected	_____	No Further Action Needed	_____
Change of Corrective Action	_____		

Description of Status: (include corrective action planned and anticipated completion date, if applicable): The University has revised its satisfactory academic progress policies and will continue to monitor the application of these policies in accordance to Title IV regulations.

NOTE: Use this form to present the status of any findings that are listed for your agency on the attached schedule. You should only represent 1 finding per form. If you have 2 findings to present, then you should use 2 forms (1 for each finding). If there are no federal findings to present on this schedule, write NONE above.

Preparer's Name: [Signature]

Phone Number: (225) 771-2790

**SCHEDULE 8-3
SUMMARY SCHEDULE OF PRIOR FEDERAL AUDIT FINDINGS**

Name: Southern University and A&M College System
Hospital/College/University
For the Year Ended June 30, 2005

Finding Title: Student Status Confirmation Report

Reference Number(s): F-04-ED-SUBR-2
(from attached schedule of findings, may include more than one)

Single Audit Report Year: 2004

Initial Year of Finding: 2004

Amount of Questioned Costs in Finding (if applicable): \$0

Page Number (from Single Audit Report): 79

Program Name(s): Federal Family Education Loans (FFEL)

Federal Grantor Agency: Department of Education

CFDA Number(s): 84.032

Status of Questioned Costs (check one):

- ☒ Resolved
☐ Unresolved
☐ No Further Action Needed

Briefly describe the status of the Questioned Costs. Were they refunded to the federal government? Are they still in negotiation?

No costs were associated with this finding.

Status of Finding (check one):

Fully Corrected X **Not Corrected** _____
Partially Corrected _____ **No Further Action Needed** _____
Change of Corrective Action _____

Description of Status: (include corrective action planned and anticipated completion date, if applicable): The University has revised its policies and procedures to ensure that the Student Status Confirmation Reports are submitted accurately in accordance with Title IV regulations.

NOTE: Use this form to present the status of any findings that are listed for your agency on the attached schedule. You should only represent 1 finding per form. If you have 2 findings to present, then you should use 2 forms (1 for each finding). If there are no federal findings to present in this schedule, write NONE above.

Preparer's Name: [Signature]

Phone Number: (205) 771-2790

**SCHEDULE 8-3
SUMMARY SCHEDULE OF PRIOR FEDERAL AUDIT FINDINGS**

Name: Southern University and A&M College System
Hospital/College/University
For the Year Ended June 30, 2005

Finding Title: Eligibility

Reference Number(s): F-04-HHS-SUBR-3
(from attached schedule of findings, may include more than one)

Single Audit Report Year: 2004

Initial Year of Finding: 2004

Amount of Questioned Costs in Finding (if applicable): \$3,700

Page Number (from Single Audit Report): 77

Program Name(s): Scholarships for Students from Disadvantaged (SDS) Backgrounds

Federal Grantor Agency: Department of Health and Human Services

CFDA Number(s): 93.925

Status of Questioned Costs (check one):

- ☒ Resolved
☐ Unresolved
☐ No Further Action Needed

Briefly describe the status of the Questioned Costs. Were they refunded to the federal government? Are they still in negotiation?
\$3,700 was returned to the Department of Health and Human Services.

Status of Finding (check one):

Fully Corrected X Not Corrected _____
Partially Corrected _____ No Further Action Needed _____
Change of Corrective Action _____

Description of Status: (include corrective action planned and anticipated completion date, if applicable): The University has revised its policies and procedures to monitor the enrollment status of scholarship recipients.

NOTE: Use this form to present the status of any findings that are listed for your agency on the attached schedule. You should only represent 1 finding per form. If you have 2 findings to present, then you should use 2 forms (1 for each finding). If there are no federal findings to present in this category, write NONE above.

Preparer's Name: [Signature]

Phone Number: (225) 771-2790

C:\Documents and Settings\john_jackson\My Documents\STATE EVALUATIONS\8-3 Form-Coll.doc
Page 23
Date: 4/21/05

**SCHEDULE 8-3
SUMMARY SCHEDULE OF PRIOR FEDERAL AUDIT FINDINGS**

Name: Southern University at New Orleans
For the Year Ended June 30, 2005

Finding Title: F-04-HHS-SUNO-1

Reference Number(s): Allowable Costs

Single Audit Report Year: 2004

Initial Year of Finding: 2004

Amount of Questioned Costs in Finding (if applicable): \$3,250

Page Number (from Single Audit Report): 63

Program Name(s): Biomedical Research and Training

Federal Grantor Agency: U.S. Department of Health and Human Services

CFDA Number(s): 93.859

Status of Questioned Costs (check one): Resolved: _____ Unresolved: x
No Further Action Needed: _____

Briefly describe the status of the Questioned Costs. Were they refunded to federal government?
Are they still in negotiation?

AWAITING FEDERAL DETERMINATION LETTER

Status of Finding (check one):

Fully Corrected	<u> X </u>	Not Corrected	_____
Partially Corrected	_____	No Further Action Needed	_____
Change of Corrective Action	_____	{See OMB A-133 Section 315(b)(4)}	

Description of Status: (include corrective action planned and anticipated completion date, if applicable):

NOTE: Use this form to present the status of any findings that are listed for your agency on the attached schedule. You should only present 1 finding per form. If you have 2 findings to present, then you should use 2 forms (1 for each finding). If there are no federal findings to present in this schedule, write NONE above.

Preparer's Name: WOODIE WHITE

W.D. White 5/19/06

Phone Number: (504) 286-5135

**SCHEDULE 8-3
SUMMARY SCHEDULE OF PRIOR FEDERAL AUDIT FINDINGS**

Name: Southern University at New Orleans
For the Year Ended June 30, 2005

Finding Title: F-04-HHS-SUNO-2

Reference Number(s): Matching

Single Audit Report Year: 2004

Initial Year of Finding: 2004

Amount of Questioned Costs in Finding (if applicable): \$18,005

Page Number (from Single Audit Report): 64

Program Name(s): Foster Care Title IVE

Federal Grantor Agency: U.S. Department of Health and Human Services

CFDA Number(s): 93.658

Status of Questioned Costs (check one): Resolved: _____ Unresolved: X
No Further Action Needed: _____

Briefly describe the status of the Questioned Costs. Were they refunded to federal government?
Are they still in negotiation?

AWAITING FEDERAL DETERMINATION LETTER

Status of Finding (check one):

Fully Corrected	<u>X</u>	Not Corrected	_____
Partially Corrected	_____	No Further Action Needed	_____
Change of Corrective Action	_____	(See OMB A-133 Section 315(b)(4))	_____

Description of Status: (include corrective action planned and anticipated completion date, if applicable):

NOTE: Use this form to present the status of any findings that are listed for your agency on the attached schedule. You should only present 1 finding per form. If you have 2 findings to present, then you should use 2 forms (1 for each finding). If there are no federal findings to present in this schedule, write NONE above.

Preparer's Name: WOODIE WHITE *W. White* 5/19/06

Phone Number: (504) 286-5135

SCHEDULE 8-3
SUMMARY SCHEDULE OF PRIOR FEDERAL AUDIT FINDINGS

Department/University or College/Commission/District: _____

For the Year Ended June 30, 2005

Finding Title: Satisfactory Academic Progress

Reference Number(s): F-02-ED-SUSH-2

(from attached schedule of findings, may include more than one)

Single Audit Report Year: 2002

Initial Year of Finding: 1999

Amount of Questioned Costs in Finding: \$ 11,887

Status of Questioned Costs (check one): Resolved: ☒ Unresolved: ☐

Briefly describe the status of the Questioned Costs. Were they refunded to federal government?
Are they still in negotiation?

Funds were refunded to federal government.

Page Number (from Single Audit Report): 120

Program Name(s): Federal Pell Grant/Federal Direct Student Loan

Federal Grantor Agency: Department of Education

CFDA Number(s): 84.063, 84.268

Status of Finding (check one):

Fully Corrected ☒

Not Corrected ☐

Partially Corrected ☐

No Further Action Needed ☐

Change of Corrective Action ☐

(See OMB A-133 Section 315(b)(4))

Description of Status: (include corrective action planned and anticipated completion date, if applicable):

NOTE: Use this form to present the status of any findings that are listed for your agency on the attached schedule. You should only present 1 finding per page. If you have 2 findings to present, then you should use 2 forms (1 for each finding). If there are no federal findings to present in this schedule, write NONE above.

Preparer's Signature:

Phone Number: (318) 674-3481

**SCHEDULE 8-3
SUMMARY SCHEDULE OF PRIOR FEDERAL AUDIT FINDINGS**

Department/University or College/Commission/District: _____

For the Year Ended June 30, 2005

Finding Title: Verification

Reference Number(s): F-02-ED-SUSH-3
(from attached schedule of findings, may include more than one)

Single Audit Report Year: 2002

Initial Year of Finding: 2002

Amount of Questioned Costs in Finding: \$ 7448

Status of Questioned Costs (check one): Resolved: ☒ Unresolved: ☐

Briefly describe the status of the Questioned Costs. Were they refunded to federal government?
Are they still in negotiation?

Funds were refunded to Federal government.

Page Number (from Single Audit Report): 121

Program Name(s): Federal Pell Grant/Federal Direct Student Loan

Federal Grantor Agency: Department of Education

CFDA Number(s): 84.063, 84.268

Status of Finding (check one):

Fully Corrected ☒

Not Corrected ☐

Partially Corrected ☐

No Further Action Needed ☐

Change of Corrective Action ☐

{See OMB A-133 Section 315(b)(4)}

Description of Status: (include corrective action planned and anticipated completion date, if applicable):

NOTE: Use this form to present the status of any findings that are listed for your agency on the attached schedule. You should only present 1 finding per page. If you have 2 findings to present, then you should use 2 forms (1 for each finding). If there are no federal findings to present in this schedule, write NONE above.

Preparer's Signature: B. Lugh

Phone Number: (318) 674-3481

**SCHEDULE 8-3
SUMMARY SCHEDULE OF PRIOR FEDERAL AUDIT FINDINGS**

Department/University or College/Commission/District: _____

For the Year Ended June 30, 2004

Finding Title: Allowable Cost

Reference Number(s): F-04-CC-SUSH-1

(from attached schedule of findings, may include more than one)

Single Audit Report Year: 2004

Initial Year of Finding: 2004

Amount of Questioned Costs in Finding: \$ 700

Status of Questioned Costs (check one): Resolved: _____ Unresolved: X

Briefly describe the status of the Questioned Costs. Were they refunded to federal government?
Are they still in negotiation?

Contacted D.O.E. and awaiting invoicing to prepare payment.

Page Number (from Single Audit Report): 35

Program Name(s): Vocational Education-Basic Grants

Federal Grantor Agency: Department of Education

CFDA Number(s): 84.048

Status of Finding (check one):

Fully Corrected X

Not Corrected _____

Partially Corrected _____

No Further Action Needed _____

Change of Corrective Action _____

(See OMB A-133 Section 315(b)(4))

Description of Status: (include corrective action planned and anticipated completion date, if applicable):

The University has received additional training to ensure that program cost
are allowable per federal guidelines.

NOTE: Use this form to present the status of any findings that are listed for your agency on the attached schedule. You should only present 1 finding per page. If you have 2 findings to present, then you should use 2 forms (1 for each finding). If there are no federal findings to present in this schedule, write NONE above.

Preparer's Signature: B. Pugh

Phone Number: (318) 674-3481

SCHEDULE 8-3
SUMMARY SCHEDULE OF PRIOR FEDERAL AUDIT FINDINGS

Department/University or College/Commission/District:

For the Year Ended June 30, 2004

Finding Title: **Federal Financial Reports**

Reference Number(s): **F-04-CC-SUSH-2**
(from attached schedule of findings, may include more than one)

Single Audit Report Year: **2004**

Initial Year of Finding: **2004**

Amount of Questioned Costs in Finding: \$ **-0-**

Status of Questioned Costs (check one): Resolved: **N/A** Unresolved: _____

Briefly describe the status of the Questioned Costs. Were they refunded to federal government?
Are they still in negotiation?

Page Number (from Single Audit Report): **36**

Program Name(s): **(See attached)**

Federal Grantor Agency: **Department of Agriculture, D.O.E., D.H.H.S.**

CFDA Number(s): **10.206, 93.859, 84.033, 84.063, 84.007**

Status of Finding (check one):

Fully Corrected **X**

Not Corrected _____

Partially Corrected _____

No Further Action Needed _____

Change of Corrective Action _____

{See OMB A-133 Section 315(b)(4)}

Description of Status: (include corrective action planned and anticipated completion date, if applicable):

The University has developed procedures to ensure reconciliation of general ledger accounts to federal reports.

NOTE: Use this form to present the status of any findings that are listed for your agency on the attached schedule. You should only present 1 finding per page. If you have 2 findings to present, then you should use 2 forms (1 for each finding). If there are no federal findings to present in this schedule, write NONE above.

Preparer's Signature: 

Phone Number: **(318) 674-3481**